FEB 0 5 2002

09/981547

**PCT**

# INTERNATIONAL APPLICATION PUBLISHED UNDER THE PATENT COOPERATION TREATY (PCT)

(54) Title: USE OF MODIFIED TETHERS IN SCREENING COMPOUND LIBRARIES

(57) Abstract

The invention provides methods for screening libraries of complexes for compounds having a desired property, especially, the capacity to agonize, bind to, or antagonize a cellular receptor. The complexes in such libraries comprise a compound under test, a tag recording at least one step in synthesis of the compound, and a tether susceptible to modification by a reporter molecule. Modification of the tether is used to signify that a complex contains a compound having a desired property. The tag can be decoded to reveal at least one step in the synthesis of such a compound.

# USE OF MODIFIED TETHERS IN SCREENING COMPOUND LIBRARIES

## CROSS-REFERENCE TO RELATED APPLICATION

This application is a continuation-in-part of USSN 08/758,307, filed December 3, 1996, which is incorporated by reference in its entirety for all purposes.

## TECHNICAL FIELD

The invention applies the technical fields of combinatorial chemistry and molecular genetics to the identification of compounds with desired properties, such as capacity to bind to, agonize or antagonize a cellular receptor.

## BACKGROUND OF THE INVENTION

Several methods have been reported for producing and screening large libraries to identify compounds having specific affinity for a target. These methods include the phage-display method in which randomized peptides are displayed from phage and screened by affinity chromatography to an immobilized receptor. See, e.g., Dower et al., WO 91/17271; McCafferty et al., WO 92/01047; Ladner, US 5,223,409 (incorporated by reference in their entirety for all purposes). In another approach, combinatorial libraries of polymers immobilized on a chip are synthesized using photolithography. See, e.g., US 5,143,854; WO 90/15070 and WO 92/10092. The immobilized polymers are contacted with a labelled receptor and scanned for label to identify polymers binding to the receptor.

A general, and particularly useful, method for synthesizing and screening large libraries of compounds is the encoded synthetic library method (ESL) of Dower et al. In this method, the different compounds in the library are usually synthesized attached to separate supports (e.g., beads) by stepwise addition of the various components of the compounds in several rounds of coupling. A round of coupling

2

can be performed by apportioning the supports between
different reaction vessels and adding a different component to
the supports in the different reaction vessels.  The
particular component added in a reaction vessel can be
5     recorded by the addition of a tag component to the support at
a second site.  After each round of synthesis, supports from
the same reaction vessel can be apportioned between different
reaction vessels and/or pooled with supports from another
reaction vessel in the next round of synthesis.  In any, and
10    usually in all rounds of synthesis, the component added to the
support can be recorded by addition of a further tag component
at a second site of the support.  After several rounds of
synthesis, a large library of different compounds is produced
in which the identities of compounds are encoded in tags
15    attached to the respective supports bearing the compounds.
The library can be screened for binding to a target.  Supports
bearing compounds having a specific affinity for the target
are isolated, and the identity of such compounds can be
determined by decoding the tags.
20         All of the above methods have proved successful in
isolating compounds having specific affinity for a target of
interest.  For example, the methods have been used to isolate
compounds that bind to a cellular receptor for use as
antagonists of receptor-ligand interactions.  However, the
25    repertoire of compounds that can be identified by some of the
above methods is somewhat limited by the fact that compounds
are screened in a tethered format.  Furthermore, existing
screening methods generally have not been used to distinguish
between compounds that merely bind to a receptor, and
30    compounds that are capable of transducing a biological signal
through the receptor.  The latter compounds are expected to
have particularly useful properties, such as the capacity to
agonize normal ligand-receptor interactions.  These properties
can be exploited in many applications such as stimulation of
35    cell or tissue growth, and enzyme, growth factor or hormone
replacement therapy.
           The present invention provides methods for screening
compounds for capacity to transduce a signal through a

cellular receptor, thereby allowing the isolation of novel
pharmaceuticals.

## SUMMARY OF THE INVENTION

The invention provides methods for screening
libraries of compounds for a desired activity. In many of the
methods, a library of complexes is produced in which each
complex comprises a compound under test, a tag recording at
least one step in the synthesis of the compound, and a tether
susceptible to modification by a reporter molecule. One or
more, but not all, of the complexes have a tether that has
been modified by the reporter enzyme, the modification
indicating that the one or more complexes bear compound(s)
having the desired property. At least one complex having a
modified tether is separated from the library by virtue of the
modified tether. The tag of the complex having the modified
tether is then decoded to identify at least one step in the
synthesis of a compound having the desired property.

In one aspect, the invention provides methods of
screening compounds for capacity to transduce a signal through
a cellular receptor. The methods entail providing a plurality
of complexes, each complex comprising a compound under test, a
tag recording at least one step in synthesis of the compound,
and a tether susceptible to modification by a reporter
molecule. The complexes are contacted with cells having a
receptor and a DNA segment encoding the reporter molecule.
At least one compound transduces a signal through the receptor
of a cell causing release of reporter molecule expressed from
the DNA segment from the cell. The complex having the
modified tether is then isolated. The tag of this complex
identifies at least one step in the synthesis of the compound
transducing the signal.

Optionally, complexes comprise compounds linked to
supports by a photocleavable linker and the compounds are
freed from the supports by exposure to radiation to allow free
compounds to diffuse into contact with cellular receptors.
Examples of compounds that can be screened include
polypeptides, beta-turn mimetics, polysaccharides,
phospholipids, hormones, prostaglandins, steroids, aromatic

4

compounds, heterocyclic compounds, benzodiazepines, oligomeric
N-substituted glycines and oligocarbamates.  One class of
receptor of interest for screening compounds for transducing
activity are G-protein coupled receptors.  Often, compounds
are contacted with supports in a medium that limits diffusion
of released reporter, such as a gel matrix.  The selection of
tether and reporter molecule are interdependent; for example,
in one format, the reporter molecule is a protease and the
tether bears a site for the protease.  In a variation, a
second reporter molecule is induced by signal transduction,
and the second reporter molecule modifies or induces the
reporter molecule which modifies the tether.

In a further variation, the cells further comprise a
second DNA segment encoding a site-specific recombinase, and
the DNA segment contains a gene encoding the reporter
molecule, which gene is disrupted by an inactivating sequence
flanked by sites recognized by the site-specific recombinase.
The transducing compound causes expression of the site-
specific recombinase, which excises the inactivating sequence
from the gene resulting in expression of the reporter
molecule, which is released from the cell and modifies the
tether of the complex from which the compound was released.

In a second aspect, the invention provides
additional methods for screening compounds for capacity to
transduce a signal through a cellular receptor.  In these
methods, a plurality of supports are provided, each support
bearing a compound under test, and a tether susceptible to
modification by a reporter molecule, however, the supports
need not have tags.  The supports are contacted with cells
having a receptor and a DNA segment encoding the reporter
molecule.  The compounds are partially freed from the
supports, whereby at least one compound transduces a signal
through the receptor of a cell causing expression of the
reporter molecule, which reporter molecule is released from
the cell and modifies the tether of the support from which the
compound transducing the signal was partially freed.  The
support having the modified tether is isolated, which support
bears the compound transducing the signal.

        In another aspect, the invention provides a further
method for screening compounds for capacity to transduce a
signal through a cellular receptor.  In these methods,
compounds are provided as an array on a membrane.  The
5    membrane is contacted with cells having a receptor and a DNA
segment encoding a reporter molecule.  At least one compound
transduces a signal through the receptor of a cell causing
expression of the reporter molecule, which reporter molecule
is released from the cell and modifies the membrane at a
10   position proximate to the compound transducing the signal.
The modification allows the compound transducing the signal to
be isolated.  The array of compounds can be provided as an
array of cells, each producing a compound under test.  For
example, the compounds may be secondary metabolites.
15       In another aspect, the invention provides still
further methods of screening compounds for capacity to
transduce a signal through a cellular receptor.  The methods
entail providing a collection of cells, each secreting a
compound under test and each bearing a tether on its surface.
20   The collection of cells is contacted with reporter cells
having a receptor and a DNA segment encoding a reporter
molecule; whereby at least one compound transduces a signal
through the receptor of a reporter cell causing expression of
the reporter molecule, which reporter molecule is released
25   from the reporter cell and modifies the tether of the cell
from the collection of cells secreting the compound that
transduced the signal.  The cell having the modified tether is
isolated, wherein the compound transducing the signal is
isolated by culturing the cell.
30       In another aspect, the invention provides methods of
screening compounds for capacity to inhibit enzymatic
modification of a substrate.  The methods comprise providing a
plurality of complexes, each complex comprising a compound
under test, a tag recording at least one step in synthesis of
35   the compound, and a tether susceptible to modification by an
enzyme.  The complexes are contacted with the enzyme and the
compounds are released from the complexes within a matrix that
retains a released compound in proximity to the complex from

which it was released, whereby the enzyme modifies the tether
of complexes from which compounds lacking enzyme inhibiting
activity were released without modifying the tether of at
least one complex from which a compound having enzyme
5    inhibiting activity was released due to protection of the
tether by the compound.  At least one complex is isolated
having the unmodified tether, wherein the tag of the complex
identifies at least one step in the synthesis of the compound
with inhibiting activity.

10          The invention further provides methods of screening
compounds for capacity to bind to a receptor.  The methods
comprise  providing a plurality of first complexes, each first
complex comprising a compound under test, a tag recording at
least one step in synthesis of the compound, and a tether
15   susceptible to modification by a reporter molecule.  The first
complexes are then contacted with second complexes comprising
a ligand specifically bound to the receptor, whereby either
the ligand or receptor is immobilized to a support and the
other is linked to a reporter molecule, whereby at least one
20   compound competitively dissociates the ligand and the
receptor, thereby allowing the linked reporter molecule to
modify the tether of the first complex comprising the compound
that competitively dissociates the ligand and the receptor.
The first complex having the modified tether is then isolated.
25   The tag of the complex identifies at least one step in, the
synthesis of the compound that competitively dissociates the
ligand and the receptor.

            In another aspect, the invention provides methods of
screening compounds for capacity to antagonize a ligand of a
30   cellular receptor.  The methods comprise providing a plurality
of complexes, each complex comprising a compound under test, a
tag recording at least one step in synthesis of the compound,
and a tether susceptible to modification by a reporter
molecule.  The complexes are contacted with cells and the
35   ligand, wherein the cells have a receptor, a first DNA segment
encoding the reporter molecule and a second DNA segment
encoding a lethal gene whose expression is induced when the
ligand binds to the receptor.  In cells proximate to a complex

bearing a compound that is an antagonist, the antagonist
blocks signal transduction by the ligand through the receptor,
the reporter molecule is expressed and released from the cell,
where it modifies the tether of the complex from which the
5    compound was released.  In cells proximate to complexes
bearing compounds that are not antagonists, the ligand
transduces a signal through the receptor of a cell causing
expression of the lethal gene, the cells die, and the tethers
of the complexes bearing compounds that are not antagonists
10   remain unmodified.  The complex having the modified tether is
isolated.  The tag of the complex identifies at least one step
in the synthesis of the compound transducing the signal.


                    BRIEF DESCRIPTION OF THE FIGURES
15           Fig. 1:  Scheme for screening a library of complexes
bearing compounds, tags and tethers for compounds having
transducing activity.  (A) The upper panel shows a library of
complexes.  Most complexes bear nontransducing compounds.  The
lower panel shows cleavage of compounds from the complexes.
20   Both transducing and nontransducing compounds are cleaved.
(B) A transducing compounds binds to a cellular receptor and
transduces a signal resulting in expression of a reporter gene
and export of a reporter molecule from the cell.  (C) The
lower part of the figure shows the reporter molecule modifying
25   the tether of complex from which the compound transducing the
signal was released.  The upper part of the figure shows that
the tethers of complexes lacking transducing compounds remain
unmodified.  (D) Complexes bearing modified tethers are
separated from complexes bearing unmodified tethers.  Tags of
30   complexes bearing modified tethers can then be decoded to
reveal the identity of transducing compounds.
             Fig. 2:  Schemes for modification of a tether that
allow separation of modified and unmodified tethers.  (A)
Cleavage of the tether by a protease, such as tPA, releases an
35   epitope and the tether loses capacity to bind a target.  (B)
Cleavage of the tether produces a free end required for target
binding.

Fig. 3:   Schemes for separation of marked and unmarked supports using dense metal labelled receptor.   (A) Tether modified by biotin.   (B) Tether modified to acquire binding site for an antibody.

Fig. 4:   Scheme for screening a library of cells producing compounds for transducing activity.

Fig. 5:   Scheme for screening a library for compounds that bind to a receptor by a competitive binding assay.

Fig. 6:   BirA fusion protein as a secondary reporter in amplification scheme for tether marking.

Fig. 7:   Exemplary scheme for screening for receptor antagonists by competitive dissociation of a receptor-reporter fusion from immobilized ligand.

Fig. 8:   Linkers for attachment of compounds (1) and DNA tags to supports (2).

Fig. 9:   A tetrameric, antigenic soluble peptide substrate for BirA.

## DEFINITIONS

A DNA segment is operably linked when placed into a functional relationship with another DNA segment.   For example, DNA for a signal sequence is operably linked to DNA encoding a polypeptide if it is expressed as a preprotein that participates in the secretion of the polypeptide; a promoter or enhancer is operably linked to a coding sequence if it stimulates the transcription of the sequence.   Generally, DNA sequences that are operably linked are contiguous, and in the case of a signal sequence both contiguous and in reading phase.   However, enhancers need not be contiguous with the coding sequences whose transcription they control.   Linking is accomplished by ligation at convenient restriction sites or at adapters or linkers inserted in lieu thereof.

A library member is isolated from a library if it exists in substantially enriched form in a subpopulation of the library.   Library members having desired activity are usually further isolated to homogeneity.

## DETAILED DESCRIPTION

### I.  Methods of Screening Encoded Libraries

The invention provides methods for screening
libraries of different compounds to identify particular
5    compounds capable of transducing a signal through a biological
receptor.  The general principles of some of these methods are
exemplified by the scheme shown in Fig. 1 (panels A-E).  Panel
A illustrates a library of compounds to be screened.  In this
example, the library members are complexes comprising a
10    support with three entities attached, a compound to be
screened, a tag (which serves to identify the compound or
components thereof), and a tether.  Such a library is similar
to the ESL libraries described by Dower et al., supra except
for the tether in the present libraries.  Panel B shows the
15    type of cell used in screening the libraries (i.e., a reporter
cell).  A reporter cell has a receptor and a reporter
construct capable of being expressed when the receptor is
stimulated.

Panel C shows the complexes in the library being
20    contacted with reporter cells.  After mixing of complexes and
reporter cells, the compounds being screened are usually
cleaved from their respective complexes.  After cleavage, the
compounds diffuse into contact with the cellular receptors.
Some of the compounds are able to transduce a signal through a
25    receptor, thereby inducing transcription and expression of the
reporter construct to produce a reporter molecule, as shown in
the lower half of the panel.  The reporter molecule is
secreted or otherwise released from the cell, where it comes
into contact with the complex from which the compound
30    transducing the signal was released.  The reporter molecule
then modifies the tether of this complex.  Thus, after this
series of events, the complex which originally bore a
transducing compound appears as shown at the left side of
panel D.  The complex now has a tag, what remains of the
35    linker following cleavage of the compound being screened from
the complex, and a modified tether.

Nontransducing compounds do not cause reporter
molecules to be released from adjacent report cells (see upper

half of panel C). Thus, the respective complexes from which such compounds derived appear as shown in the right of panel D. The complexes have a tag, what remains of the linker following cleavage of the compound to be screened, and an unmodified tether.

Supports having modified tethers are separated from supports having unmodified tethers. Although it is known that the supports having modified tethers once bore transducing compounds, these compounds are no longer attached. Nevertheless, the identity of these compound can be determined by decoding the tags attached to the supports. Compounds having capacity to transduce a signal can then be resynthesized based on the information from the tags.

### 1.   Library Construction
#### a.   ESL Libraries

The construction of encoded synthetic libraries (ESL) has been described in Affymax, WO 95/12608, Affymax, WO 93/06121, Columbia University, WO 94/08051, Pharmacopeia, WO 95/35503 and Scripps, WO 95/30642 (each of which is incorporated by reference for all purposes) and summarized in the Background Section above. The ESL method for synthesizing compounds typically involves a random combinatorial approach and the chemical and/or enzymatic assembly of monomer units. For example, the method typically includes steps of: (a) apportioning a plurality of solid supports among a plurality of reaction vessels; (b) coupling to the supports in each reaction vessel a first monomer and a first tag using different first monomer and tag combinations in each different reaction vessel; (c) pooling the supports; (d) apportioning the supports among a plurality of reaction vessels; (e) coupling to the first monomer a second monomer and coupling to either the solid support or to the first tag a second tag using different second monomer and second tag combinations in each different reaction vessel; and optionally repeating the coupling and apportioning steps with different tags and different monomers one to twenty or more times. The monomer set can be expanded or contracted from step to step; or the

monomer set could be changed completely for the next step
(e.g., amino acids in one step, nucleosides in another step,
carbohydrates in another step). A monomer unit for peptide
synthesis, for example, can include single amino acids or
larger peptide units, or both. The size of libraries
generated by such methods can vary from 2 different compounds
to $10^2$ $10^4$, $10^6$, $10^8$, $10^{10}$, $10^{12}$ or $10^{15}$.

Supports can be of any shape, although they are
often roughly spherical. The supports need not necessarily be
homogenous in size, shape, or composition; although the
supports usually are uniform. The supports can be a single
particle, or two or more linked particles. The latter
arrangement allows the segregation of molecules or oligomers
and identifier tags into discrete "zones" and permits the use
of widely different chemically reactive groups and chemistries
for attachment. Optionally, libraries can be formed without
solid supports in which compounds are joined to tags via
linkers.

Supports can consist of many materials, limited
primarily by capacity for derivatization to attach any of a
number of chemically reactive groups and compatibility with
the chemistry of oligomer or other molecular synthesis and tag
and tether attachment. Suitable support materials include
solids such as glass, latex, heavily cross-linked polystyrene
or similar polymers, gold or other colloidal metal particles.
Such solid supports are derivatized with chemical groups
typical for solid state synthesis of the intended compounds.
In general, the solid support size is in the range of 1 nm to
100 $\mu$m, but a more massive solid support of up to 1 mm in size
may sometimes be used. Monobeads™ (10 $\mu$m) (Pharmacia Fine
Chemicals AB, Uppsala Sweden) or their equivalent, are
particularly useful as solid supports.

Compounds screenable by the present methods include,
for example, peptides, oligonucleotides, oligo N-substituted
glycines, and polycarbamates. Other compounds include
polymers formed from one or more of the following monomer
types: amino acids, carbamates, sulfones, sulfoxides,
nucleosides, carbohydrates, ureas, phosphonates, lipids,

esters.  Other compounds that can be synthesized in a
component-by-component fashion can also be screened including
benzodiazepines, hydantoins, and peptidylphosphonates (see
USSN 08/119,700,filed 9 Sept. 1993, and US 5,339,115, each of
5    which is incorporated herein by reference).

The identifier tags identify reaction steps that an
individual compound has experienced.  For syntheses proceeding
to high yield and effectively generating single products
(e.g., peptide and oligonucleotide synthesis), the tag
10   explicitly specifies one, and usually all, of the components
of the product, and the resulting product structure.  In some
situations, for example, when only a small number of monomer
units of an oligomer are varied, one may need to identify only
those monomers which vary among the oligomers.  For other
15   syntheses giving variable yields and frequently multiple
products (such as regio- and stereoisomeric structures), a
mixture of compounds is sometimes obtained on each support.
In this situation, the tag may not uniquely specify the
chemical structure of an associated entity.  Rather, the tag
20   encodes the synthetic protocol (e.g., reagents and reaction
conditions) by which a member of the library was constructed.
The library is screened to identify "active recipes" that then
can be reproduced on a preparative scale and fractionated (if
necessary) to isolate the bioactive component(s).

25   The tags can be attached immediately before, during,
or after a round of monomer addition to compounds or other
reaction, as compatible with the type of identifier tag, modes
of attachment, and chemistry of oligomer or other molecular
synthesis.  The code can be contained in a single polymeric
30   sequence of individual tags or can be embodied by the presence
or absence of individual different tags on the support.

The identifier tag has a recognizable feature that
is, for example, microscopically or otherwise distinguishable
in shape, size, mass, charge, or emissions.  This recognizable
35   feature may arise from the spectral, chemical, electronic, or
magnetic properties of the tag, or from some combination of
such properties.  In essence, the tag serves to label a
molecule and to encode information decipherable at the level

13

of one (or a few) molecules or solid supports. By using identifier tags to track the synthesis pathway that each member of a chemical library has taken, one can deduce the structure of any chemical in the library (i.e., the sequence of monomers of any oligomer) by reading the identifier tag.

One can construct microscopically identifiable tags as small beads of recognizably different sizes, shapes, or colors, or labeled with bar codes. The tags can be machine-readable luminescent or radioactive labels. The identifier tag can also be an encodable molecular structure. The information may be encoded in the size (the length of a polymer) or the composition of the molecule.

Oligodeoxyribonucleotides are one form of information-bearing identifier tags. Oligonucleotides are a natural, high density information storage medium. The identity of monomer type and the step of addition or any other information relevant to a chemical synthesis procedure is easily encoded in a short oligonucleotide sequence. Oligonucleotides, in turn, are readily amenable for attachment to a wide variety of solid supports, oligomers, linkers, and other molecules. To facilitate oligonucleotide tag identification, one has a variety of options. For instance, one can read the tag directly from the bead by sequencing or hybridization. One can also amplify oligonucleotide tags to facilitate tag identification, e.g., by PCR.

Inert hydrocarbon tagging molecules, which are discretely resolvable by a variety of methods, such as chromatography, can also be used. *See* Ohlmeyer et al., *Proc. Natl. Acad. Sci. USA* 90, 10922-26 (Dec. 1993), and WO 94/08051, each of which is incorporated herein by reference for all purposes. Such tags can encrypt a binary code to each chemical building block.

Most steps of the ESL methods described above can be incorporated without modification to generate libraries suitable for screening by the present methods. However, some features of the libraries used in the present methods require further comment. Most importantly, members of some of the present libraries have an additional component to the tag and

14

compound of previous libraries, that is, a tether. A tether
is any molecule that is modified by a reporter molecule in a
manner such that complexes bearing modified tethers can be
distinguished from complexes bearing unmodified tethers by
5    virtue of the modification. The choices of tether and
reporter molecule are interdependent.

Usually, a tether is linked to a support, which also
bears a compound being screened and a tag. However, in some
instances, the tether is an integral part of the support, and
10   the reporter molecule binds specifically or nonspecifically to
the support. In many applications, the tether is a
polypeptide. In some instances, the tether and identifier
tags are integral parts of the same molecule. For, example a
polypeptide have a tether domain susceptible to modification
15   and an identifier domain. Because, in general, all supports
bear the same tether, its attachment presents no particular
difficulty. The tether can be attached either before, after,
or contemporaneous with the addition of the other components.
Usually, the tether is preformed before attachment (as
20   distinct from being synthesized in a step-by-step manner).
The tether is generally attached to a separate site on the
support from either the tag or the compound being screened.
If the tether is attached before the compound and tag, the
sites at which addition of the latter two compounds are to be
25   added can be protected during tether addition and deprotected
thereafter.

Usually, the compounds to be screened are connected
to the support with a cleavable linker. Preferred
photocleavable linkers are 6-nitroveratryloxycarbonyl (NVOC)
30   and other NVOC related linker compounds (see WO 90/15070 and
WO 92/10092; USSN 07/971,181, filed 2 Nov. 1992). Other
suitable linkers include nucleic acids with one or more
restriction sites, or peptides with protease cleavage sites
(see, e.g., US 5,382,513). Another suitable type of linker is
35   one that spontaneously cleaves under the conditions of the
relevant assay (usually a physiological buffer). Such a
linker should be stable under the conditions in which
compound, tag, and tether are added to the beads, but should

allow release of the compound in the course of the assay.  The
tether and the tag can also be connected to the support or
each other via linkers, but any such linkers should not be
cleavable under the conditions in which the linker joining the
5      compounds to the supports is cleavable.

### b.   Other Encoded Libraries

Libraries of compounds suitable for screening by the
present methods can also be generated by other methods such as
phage display.  In these methods, different peptides to be
10     screened are displayed from one coat protein of a phage and
the tether, which is the same in each phage, is displayed from
another coat protein.  For example, the peptides to be
screened can be displayed from gIII and the tether from gVIII
of a filamentous phage, or vice versa.  Accordingly, in the
15     terminology of encoded libraries, the phage particle is the
support and the portion of the phage genome encoding the
peptides to be screened is the tag.  Peptides and tethers can
also be displayed from genetic entities, such as bacteria,
plasmids, polysomes or spores.
20

### 2.   Cells and Reporter Systems

The cells used for analysis of signal transduction
should be capable of expressing the receptor of interest in
functional form such that the receptor can transduce a signal
25     to induce expression of a reporter molecule from a reporter
construct.  The cell types typically used in genetic
engineering such as *E. coli*, yeast, insect cells, amphibian or
mammalian cell lines are suitable.  Yeast expressing a seven
transmembrane mammalian receptor is described by Price et al.,
30     *Mol. Cell. Biol.* 19, 6188-6195 (1995).  Suitable mammalian
cell lines include CHO, COS, HeLa, and 3T3.  Primary cultures
of natural cells (e.g., hemopoietic cells) expressing
receptors of interest can also be used provided the cells
naturally have, or can be transfected with, an appropriate
35     reporter construct.

The term receptor is used broadly to refer to a
cellular macromolecule, which interacts with a compound, and
transduces a signal as a result of such interaction that

16

causes, directly, or indirectly a detectable change in the
transcription or translation of a gene or localization of a
gene product.  The compound may transduce a signal alone or
may act in conjunction with another ligand.  Often the signal
5     is transmitted between the receptor and the gene by a cascade
of intracellular events.

Many receptors are cell surface proteins, which have
one or more of each of the following domains:  an
extracellular domain to interact with a compound, a
10    transmembrane domain and an intracellular domain, which
transduce a signal, directly or indirectly to a gene.  Such
receptors include ion channels (e.g., calcium, sodium,
potassium channels), growth factor receptors, muscarinic
receptors, acetylcholine receptors, GABA receptors, glutamate
15    receptors, adrenergic receptors, dopamine receptors (see
Harpold, 5,401,629 and US 5,436,128), and adhesion proteins
such as integrins, selectins, and immunoglobulin superfamily
members (see Springer, Nature 346, 425-433 (1990). Osborn,
Cell 62, 3 (1990); Hynes, Cell 69, 11 (1992)).  Often the
20    receptor is heterologous to the cell used for screening, in
which case the receptor is expressed from a recombinant
construct introduced into the cell.

Some growth factor receptors, such as fibroblast
growth factor receptor, have tyrosine kinase activity.  When
25    such a growth factor receptor binds to its growth factor or an
analog, the tyrosine kinase activity phosphorylates an
intracellular protein, thereby changing the activity of the
protein in some manner.  The modified protein, then directly
or through further intermediates, induces or inhibits
30    transcription of a gene (e.g., birA or tissue plasminogen
activator).  Other receptors include NGF and VEGF.  Cytokine
receptors are also of interest, as is the yeast $\alpha$-mating
factor receptor.

Other receptors are referred to as G-protein
35    receptors and include substance K receptor, the angiotensin
receptor, the $\alpha$- and $\beta$-adrenergic receptors, the serotonin
receptors, and PAF receptor.  See, e.g., Gilman, Ann. Rev.
Biochem. 56, 625-649 (1987).  These receptors usually have

seven transmembrane segments connected by alternating intra
and extracellular domains. Binding of a ligand or analog to a
G-protein receptor induces an alteration in receptor G-protein
interaction. The receptor G-protein interaction releases GDP
5    specifically bound to the G protein and permits the binding of
GTP, which activates the G protein. Activated G-protein
dissociates from the receptor and activates an effector
protein, which in turn regulates intracellular levels of
second messengers, such as adenyl cyclase, guanyl cyclase, and
10   phospholipase C.

       Some receptors are intracellular proteins, such as
enzymes, nuclear receptors (e.g., FXR (Farnesoid X Receptor),
PPARb (Peroxisome Proliferator Activator Receptor Delta), and
RZR (Retinoid Z Receptor)), organelle receptors, and hormones.
15   If the receptor under test is an intracellular protein, the
cell type chosen should have the inherent or engineered
capacity to take up the compounds of the kind being tested.

       A reporter gene is any gene that produces an easily
detectable gene product, which can be RNA or protein. The
20   reporter gene can be naturally present in the reporter cell
but is usually an exogenous gene transfected into the cell.
The gene product should be capable of being expressed in the
cell-type chosen and should be capable of directly or
indirectly modifying the tether attached to supports bearing
25   the compounds. For example, the reporter molecule can modify
the tether by enzymatic reaction, or participation in a
binding interaction, that leads, directly or indirectly, to a
detectable modification of one or more of the library
complexes. Suitable reporter molecules include lytic enzymes,
30   such as proteases, nucleases, lipases, phosphatases, sugar
hydrolases, and esterases. Such enzymes cleave a tether
bearing a cleavage site recognized by the enzyme. For
example, if the reporter molecule is the protease tPA (see
Goeddel et al., US 4,766,075), the tether can be a substrate
35   containing a tPA cleavage site such as one of the substrates
described by Ding et al., *PNAS* 92, 7627-31 (1995). At one
terminus of this substrate peptide is attached an epitope or
other molecule having affinity for a known target. For

18

example, an epitope to any available antibody, or biotin can
be used.   Many high affinity hexapeptide ligands are known
for the anti-dynorphin mAb 32.39, for example Barrett et al.,
*Neuropeptides* 6, 113-120 (1985) and Cull et al., *PNAS* 89,
5     1865-1869 (1992).   The cleavage site and binding site are
arranged so that cleavage releases the binding site from the
support (see Fig. 2A).   Alternatively, cleavage of a site on a
tether can create a binding affinity not previously present
(*see* Fig. 2B).   For example, some epitopes are recognized by
10    antibodies only when the epitope has a free terminus and not
when that terminus is internal to a fusion protein.   The MAb
3E7, for example, recognizes such an epitope (*see* Dower et
al., WO 91/17271; Cwirla et al., *Proc. Natl. Acad. Sci. USA*
87, 6378-6382 (1990).

15         A variety of nonlytic modifying enzymes can also be
used as reporters.   For example, tyrosine kinase can
phosphorylate a substrate peptide to create an epitope for
anti-tyrosine phosphate antibody.   Alternatively, the
biotinylating enzyme, BirA, can be used to place a biotin on
20    the short artificial peptide substrate described by Schatz,
*Biotechnology* 11, 1138-43 (1993).   In either case, the tether
is modified to allow its ready separation from unmodified
tethers.   Other reporter molecules are binding proteins that
recognize a hapten or epitope on the tether.   Some such
25    reporter molecules have a domain recognizable by a secondary
reagent.   An example of this type of reporter is a soluble
extracellular domain of the IL-1 receptor containing at its C-
terminus the HPAP epitope.   Whitehorn et al., *Bio/Technology*
13, 1215-1218 (1995).   The tether is the IL-1 ligand.   Binding
30    of the IL-1 receptor to the tether labels the affected beads
with the HPAP epitope carried by the receptor.   Other reporter
genes that can be used include luciferase (de Whet et al.,
*Mol. Cell. Biol.* 7, 725-737 (1987)), chloramphenicol acetyl
transferase, β-galactosidase (*e.g.*, Kumar et al.,
35    *Bio/Technology* 10, 82-85 (1992)) and alkaline phosphatase (Toh
et al., *Eur. J. Biochem.* 182, 231-238 (1989)).   These reporter
genes process a chemical substrate on the tether to a product
having a characteristic spectral emission not present in

19

unmodified tethers. For example, $\beta$-galacotosidase processes X-gal to generate a blue color.

In some methods, a secreted beta-galactosidase reporter molecule can be used to modify a caged $\beta$-galactosidase substrate of the structure: $\beta$-D-galactose-YGGFL-linker-biotin. Reaction with secreted beta-galactosidase cleaves off the galactose residue (caging moiety) producing a product of the structure; YGGFL-linker-biotin. The product is then bound by antibody (3E7 Hertz et al., *Life Sci.* 31, 1721-1724). The caged $\beta$-galactosidase substrate can be used directly as a tether, in which case the modification can be recognized by capacity of the modified tether to bind 3E7. Alternatively, 3E7 can be used as the tether, which is then modified by binding the YGGFL-linker-biotin product. Modified tethers can be recognized by staining with phycoerythrin (PE) conjugated anti mouse antibody in the former situation and PE- conjugated Streptavidin in latter situation followed by FACS$^{tm}$ separation of complexes with modified tethers from complexes with unmodified tethers. Other peptides or molecules with binding partners can used in place of YGGFL and 3E7.

In other methods, secreted beta-galactosidase is used as reporter with fluorescein di beta-D-galactopyranoside (FDG - Molecular Probes F-1179), or a variety of other fluorescent beta-galactosidase reactive molecules, as substrate. In this scheme, $\beta$-galactosidase removes the galactopyranose cage groups from solution phase non-fluorescent FDG to produce highly fluorescent fluorescein which can modify a tether of anti fluorescein antibodies (Mol. Probes A-6421 mouse monoclonal, or biotinylated Ab A-982) on complexes. In this scheme, tether modification and fluorescence staining of the bead are done in one step. Complexes with tethers modified by fluorescein are then separated by FACS$^{tm}$.

Other suitable reporter molecules are bifunctional molecules capable of binding to a tether at one end and a label at the other end. For example, an IL-1 receptor linked to an epitope of an antibody (e.g., Ab179) at its C-terminus

20

can bind to a tether, such as IL-1 and to the antibody.  Thus, complexes become modified by attachment of IL-1 to a tether and modified complexes can be distinguished from unmodified complexes by screening for capacity to bind the antibody.

5          A preferred reporter gene is secreted alkaline phosphatase (SEAP) (available from Clontech) used in conjunction with a tether comprising biotinylated form of the marker substrate peptide (phospho-YGGFLGGGGSK[biotin]).  This tether can be attached to beads that have previously been

10    treated with streptavidin, which is passively absorbed by the beads.  The phosphorylated peptide is not recognized by antibody 3E7, but once tyrosine is dephosphorylated, the peptide is uncaged and reactive with the antibody.  An analogous reporter system employs $\beta$-galactosidase as the

15    reporter molecule and gal-YGGFLGGGSK[biotin] as the tether. Another preferred reporter gene is yeast secreted acid phosphatase, for example, those encoded by the *Saccharomyces cerevisiae* PHO3 or PHO5 genes.

         The reporter gene is expressed from a construct in

20    which the gene is operably linked to a promoter, and optionally, a DNA sequence encoding a signal sequence, and/or other regulatory sequences such as enhancers, activators and repressors.  The promoter is chosen from a gene whose expression is activated by signal transduction through the

25    receptor of interest.  The signal sequence, if present, should be recognized by the cell type employed and be capable of directing the secretion of the reporter molecule from the cell.  Other regulatory sequences, if present, are often selected from sequences flanking the promoter of the gene from

30    which the promoter is obtained.  However, they can also be obtained from other genes, which may or may not be activated by the receptor.  For example, the immunoglobulin heavy chain $\mu$ enhancer can be used to stimulate expression of many kinds of heterologous genes.  The inclusion of regulatory sequences

35    serves to amplify the transduced signal from the reporter gene and/or reduce background expression in the absence of such signal, thereby increasing the sensitivity of the assay.

As an example, when the receptor is a G-protein
linked receptor, the promoter and regulatory sequences linked
to a reporter gene can be obtained from the 5'-flanking region
of the genes fos or jun.  Hill et al., *EMBO J* 14, 5037-47
(1995); Pennymaker et al., *FASEB J*, 8, 475-8 (1994).  Fos and
jun encode proteins that participate in the regulation of many
cellular genes.  The 5' flanking sequences of fos and jun
genes contain elements responsive to activation by $Ca^{2+}$ and
cAMP, both of which are secondary messengers in G-protein
linked receptor signal transduction.  For example, linkage of
the reporter gene to the fos promoter and 700 bp upstream
region is suitable.


### 3.   Contacting of Compounds and Reporter Cells

The assay can be performed by placing the library of
complexes in proximity to the reporter cells in a matrix that
allows diffusion of compounds and reporter molecules over
short distances (commensurate with the dimensions of the
complexes and cells) but retains the complexes and cells in
substantially fixed positions relative to one another.
Usually, the cells are present in excess with respect to the
complexes (e.g., about 5, 10 or 100-fold excess) to minimize
or prevent "cross-talk"--the incidental labeling of a complex
not carrying a transducing compound, by virtue of its physical
proximity to a complex that does carry a transducing compound.

One suitable format is a suspension of an excess of
cells and a controlled concentration of supports in a layer of
soft agarose or agar (preferably low melting temperature)
several mm thick (a "thick 2-D" arrangement).  For example, a
library of $10^9$ 10 $\mu$m beads can be screened with $10^{10}$ cells
spread as a lawn on a thin soft agar layer on an area the size
of a cafeteria tray.  Another suitable format is to distribute
the supports in an array on a membrane and contact the
membrane with a layer of reporter cells.  In a variation,
supports and cells are distributed in gel microdrops, such
that only one or a few supports are present in the same drop.
See Weaver et al., *in Methods:  A companion to Methods in
Enzymology* 2(3) 234-247 (1991).

22

Alternatively, the assay can be performed in a 3D
format by contacting cells and complexes in a column matrix.
The column matrix can comprise a plurality of compound bearing
supports interspersed among a plurality of cell culture
5       microcarriers (Pharmacia) that have responsive reporter cells
adhered on the surface as described by Pharmacia. *See
Microcarrier Cell Culture* (Pharmacia, Sweden, 1981). The
matrix of supports and microcarriers can further be diluted by
the addition of inert solid beads to the matrix contained
10      within the column. The fluid matrix can be maintained or
exchanged using similar methods to that of standard column
chromatography. In a further 3D format, cells and complexes
can be contacted in a liquid medium with relative movement of
the two constrained by temporary crosslinking. Suitable
15      heterobifunctional cross-linking agents are described by
Pierce, *ImmunoTechnology Catalog and Handbook* (1991), pp.
E10-E18. Crosslinking can occur before or after addition of
the cells and complexes to the liquid matrix, but is usually
complete before release of compounds from the supports. After
20      modification of the tether has occurred, the crosslink between
cells and supports is usually broken before performing
subsequent steps such as the separation of complexes bearing
modified tethers from complexes bearing nonmodified tethers.
Supports can be crosslinked to cells or cell-microcarrier
25      complexes by several methods. They can be crosslinked by
chemical methods described by Pierce, or preferably they can
be crosslinked by simple absorption of the support to the
cells, cell/microcarriers or, more preferably, to the
microcarrier itself with the cells grown onto the carrier
30      after the support had been linked to it. Often the supports
are linked by a high affinity interaction between a support
bearing a ligand and a receptor on the cell surface or an
antibody or receptor linked to the support binding a ligand
display by the cell (*see* Whitehorn et al., *Bio/technology* 13,
35      1215-1219 (1995)).

Having contacted the complexes with the reporter
cells, compounds are usually freed from the complexes.
Freeing the compounds from the complexes speeds the rate of

·diffusion of compounds to receptors and allows compounds to
interact with a receptor without any conformational
constraints imposed by the rest of the complex.  Freeing
compounds is particularly appropriate for libraries having
5     compounds linked to relatively massive supports, such as
beads, but is less important in libraries having small
biological supports such as phage, or in libraries, in which
tag, tether and compound are linked directly to each other
without an intervening support.  Compounds are usually freed
10    from a complex by cleavage of a linker connecting the
compounds to the complex.  In the thick 2D and liquid 3D
formats noted above, linkers connecting compounds to supports
are accessible to photolytic cleavage.  Alternatively, the
compounds can be connected to the complexes with a linker
15    subject to enzymatic cleavage, and the compounds released by
exposure to the enzyme.  For example, the enzyme can be
included in the soft agarose or other matrix in which cells
and complexes are contacted.  For coordinated release of the
different compounds, the complexes and reporter cells can be
20    contacted at low temperature at which the enzyme is inactive,
and the enzyme can then be activated by raising the
temperature.  An analogous approach can be used to release
compounds connected to complexes by linkers susceptible to
chemical cleavage.
25         After contacting the complexes and cells in a
suitable medium and releasing the compounds from the
complexes, a released compound diffuses to a receptor of a
cell proximate to the complex that released the compound.
Some compounds transduce a signal through the receptor,
30    whereas others (usually, the vast majority of compounds) do
not.  If a compound does transduce a signal, the signal
induces expression of the reporter molecule within the cell.
           Often the reporter molecule is expressed as a fusion
protein having a signal sequence, in which case, the signal
35    directs the secretion of the reporter molecule from the cell.
Alternatively, the reporter molecule can be expressed without
a signal sequence, in which case it accumulates in the cell.
After a suitable period of accumulation of reporter molecule,

24

cells are lysed (e.g., by infusion of detergent into the matrix) releasing reporter molecules to the medium proximate to the cell in which they were originally contained. This alternative procedure can be advantageous in coordinating a release of a burst of reporter molecules from a stimulated cell thereby increasing the sensitivity of the assay.

Irrespective whether the reporter molecule is released by secretion or lysis, on leaving the cell, it diffuses a short distance through the surrounding media to the complex from which the compound inducing expression of the reporter was released. The reporter molecule then modifies the tether of the complex in some manner. For example, the reporter molecule can cleave the tether, bind to the tether or enzymatically alter the tether. Thus, complexes are marked (by the modified tether) as carrying a compound that activated a cell.

### 4. Separating Modified Tethers from Nonmodified Tethers

The next step is to separate, or at least, enrich for complexes bearing modified tethers from the total pool of complexes. The manner of separation or enrichment depends on the nature of the modification. In several of the examples discussed above, the modification either confers or destroys a capacity to bind a specific target. For example, if the modification is enzymatic cleavage, the modification can cause a suitably designed tether to lose a domain having affinity for a target. Alternatively, the cleavage can create a free terminus for an epitope that requires such a terminus for binding thereby conferring a binding specificity not present in the unmodified tether. Additional binding specificity can also be conferred by modifications in which the reporter molecule binds to the tether or enzymatically modifies the tether in such a manner that another entity is added (e.g., birA catalyzes addition of biotin). In all of these situations, complexes bearing modified tethers can be separated from complexes bearing unmodified tethers by affinity purification to the target for which binding affinity

is lost or acquired.  If binding affinity is acquired,
complexes binding to the target are retained and other
complexes discarded.  Conversely if binding affinity has been
lost, complexes binding to the target are discarded and other
5       complexes are retained.  Affinity purification can be
performed by similar approaches to those employed in ESL or
phage-display methods except that the moiety binding to the
affinity reagent is the tether rather than compounds being
screened.  Methods from the field of protein purification can
10      also be employed (e.g., immobilization of the target to a
column).

        Alternatively, a novel and particularly effective
separating method uses a target labelled with a dense metal,
such as gold.  The method exploits a change in buoyant density
15      imparted upon receptor/dense metal binding.  Complexes to be
screened for binding to the receptor are first blocked for
nonspecific binding, e.g., with BSA.  The blocked complexes
are contacted with receptor labelled with a dense metal.
Labelling can be accomplished, for example, by binding of an
20      anti-Ig antibody labelled with colloidal gold to an antibody
receptor.  Binding supports are separated from nonbinding
supports by centrifugation through density-adjusted media.
For example, phosphate-buffered sucrose (about 40 Brix units)
is suitable.  Bound supports migrate to the bottom of the tube
25      whereas nonbinding supports remain on the surface or migrate
to an intermediate point of the tube.

        This separation method is illustrated in Figs. 3A
and B.  The upper part of Fig. 3A shows beads with a peptide
tether.  One tether is marked with biotin and the other is
30      not.  The support with the marked tether can bind through the
biotin to a streptavidin colloidal gold particle.  In the
lower part of the figure, supports bearing modified tethers
are separated from supports bearing unmodified tethers by
centrifugation.  Fig. 3B shows an alternate scheme in which a
35      support bears a tether modified to acquire affinity for the
anti-DynB antibody.  Initially the support is incubated with
BSA to block nonspecific binding.  The support is then
contacted with the antibody to which it binds via the tether.

26

After washing away unbound antibody and support, the antibody
is labelled with gold by binding of a goat anti-mouse
colloidal-gold labelled antibody. The complexes are
resuspended in approximately 38% sucrose phosphate-buffered
saline and centrifuged at 15,000 g for 1 min. Supports
binding to the target antibody are then recovered from the
bottom of the tube.

Where the modification of the tether confers a
change in spectral properties of the tether different
approaches are used for separating complexes bearing modified
and unmodified tethers. For example, complexes can be
separated into different fractions by FACS™. Alternatively,
the complexes can be plated in a soft agar layer and modified
supports picked by color. For example, this approach works
well when the reporter molecule binds the tether and also has
an enzymatic activity conferring an easily detectable color
change on a substrate (e.g., alkaline phosphatase).

The screening methods described above usually
isolate a collection of different library members. Individual
members are then isolated from the collection by means such as
infinite dilution, micromanipulation, or fluorescence
activated cell sorting (FACS) (*Methods Cell Biol.* 33,
(Darzynkiewicz & Crissman eds., Academic Press); Dangl &
Herzenberg, *J. Immunol. Methods* 52, 1-14 (1982).

### 5. Tag Decoding and Compound Synthesis

When complexes bearing modified tags have been
isolated, the tags are decoded by conventional means. For
example, if the tags are nucleic acids, they can be decoded by
PCR amplification and sequencing. Other types of tags can be
decoded by, for example, mass spectrometry, FACS™, gas
chromatography or HPLC. The information from decoding the tag
identifies the compound (or component(s) thereof) originally
from the same complex as the tag. Based on this information
the compound can be synthesized de novo. For example, if the
compound is a peptide, it can be synthesized on a peptide
synthesizer. If the compound is a benzodiazeapine, it can be
synthesized by conventional organic chemistry. If a

27

substantial collection of compounds are identified, the
compounds can be resynthesized on supports and rescreened by
reiteration of the same approach.

      6.  Variations

        a.  Secondary Reporters and Signal
Amplification

      A primary reporter molecule, e.g., produced in
response to signal transduction can modify the tether of a
complex either directly or indirectly.  By indirect
modification, it is meant that the primary reporter molecule
modifies a second reporter molecule, which in turn modifies
the tether.  In assays involving two reporters, the
designation of reporters as primary or secondary can be
arbitrary.  Thus, the invention also includes situations in
which a secondary reporter modifies a primary reporter, which
in turn modifies a tether.

      In some methods, a primary reporter molecule is
expressed in a reporter cell and released from the cell where
it modifies a secondary reporter in solution outside the cell.
For example, the primary reporter molecule can be an enzyme
and the secondary reporter molecule, a substrate susceptible
to modification by the enzyme.  Modification of the substrate
can then allow it to bind to a tether.  Optionally, the
substrate is labelled, or becomes labelled as a result of
modification, allowing for separation of modified tethers by
virtue of the label.  Optionally, the substrate has two
domains, one of which allows binding to the tether, the other
of which allows detection of the substrate by binding to
another moiety, such as antibody.  Binding of one or other of
the domains to its partner is dependent on modification of the
substrate by the reporter.

      Optionally, the secondary reporter molecule can be
immobilized to a solid phase.  In such situations, the primary
molecule can serve to cause release of the secondary reporter
molecule allowing it to diffuse to nearby complexes modifying
their tethers.  For example, the primary reporter molecule can
cleave a proteolytic cleavage site linking the secondary
reporter to the solid phase.  Alternatively, the primary

28

reporter can compete for binding to the secondary reporter
with an immobilized ligand to which the secondary reporter is
reversibly bound.

In another variation, as an alternative to direct
modification by tPA of a tether comprising a tPA substrate,
the tPA can be used to convert plasminogen to plasmin, and the
latter can modify a tether comprising a plasmin substrate
(Wrighton, in Methods in Molecular Biology, Vol. 7, Ch. 16
(Humana Press, Inc. Clifton, NJ, 1991)). Such is achieved by
including plasminogen in the medium in which cells and
complexes are mixed. When tPA is released by a responding
cell, the plasminogen in the vicinity of the cell is converted
to the active protease, plasmin, which then acts on the local
tether(s). For example, the tether on the supports can be of
the form: XXXXX^YGGFL, where XXXXX denotes a sequence that
allows efficient cleavage by plasmin at the position marked ^
in the sequence (e.g., acetyl-GIYR). Cleavage exposes N-
terminally free YGGFL, allowing the binding of 3E7 MAb. This
cascade provides a more active marking of the complexes
bearing transducing compounds thereby increasing the
sensitivity (i.e., absolute number of true positives
recovered). Sensitivity can be controlled by how much
plasminogen is added to the system. However, in some
instances, the possibility of cross-talk may also be
increased. In a variation, one reporter molecule, whose
expression is coupled to activation of a receptor, can be a
regulatory molecule that induces synthesis of another reporter
molecule, which has the capacity to modify tethers.

In another amplification cascade, the primary
reporter molecule is a site-specific protease, which activates
a fusion protein comprising a secondary reporter, a
proteolytic cleavage site and a peptide that inhibits the
secondary reporter. Cleavage of the proteolytic site by the
primary reporter, separates the secondary reporter from its
inhibitor peptide and allows the secondary reporter to modify
tethers of proximate complexes (or a tertiary reporter). For
example, a suitable fusion protein comprises BirA linked to a
peptide inhibitor of BirA via a proteolytic cleavage site.

Optionally, the fusion protein can also contain a tag to
facilitate purification (see Fig. 6).

5    The primary reporter molecule is expressed in cells,
and released from the cells where it cleaves the fusion
protein at the proteolytic cleavage site, thereby freeing BirA
from the inhibitor peptide. The freed BirA can then modify a
tether on proximate complexes.

The BirA-inhibitor fusion protein can be designed by
screening a library of fusion proteins to select a molecule
10   with the desired properties. For example, a fusion gene can
be selected that does not complement an *E. coli* birA
temperature-sensitive mutant unless coexpressed with a
protease. BirA-ts cells are transformed with a library of
possible constructs and a protease gene controlled by a
15   strictly regulated inducible promoter. The library is
initially be plated at low temperature to allow growth of the
ts strain. The resulting colonies are then replica-plated to
plates plus and minus inducer, and incubated at the high
temperature that normally prevents the ts strain from growing.
20   Colonies are selected that grow at this temperature on the
plates with inducer but not on the plates without inducer.
These colonies encode fusion genes that express functional
BirA only in the presence of the protease. Suitable starting
materials for the inhibitor moiety of the fusion protein are
25   derivative of one of the small peptide substrates for
biotinylation described in Schatz, *Bio/Technology* 11, 1138-
1143 (1993). For example, a 14-mer peptide (GLNDIFEAQKIEWH)
is a quite good substrate for BirA, comparable to the natural
protein substrate, and it is likely that a simple modification
30   of this sequence turns a substrate into an inhibitor.

Linker #1, the protease site, and linker #2 in Fig.
6 are chosen to allow the inhibitor peptide to interact with
the active site of BirA such that the enzyme had low activity.
The purification tag allows preparation of large amounts of
35   protein with a low level of any unintentially activated BirA.

The sensitivity of the bead marking assay is
controlled by adding different amounts of the purified fusion
protein. Variation in sensitivity is desirable depending on

the extent of signal transduction for different receptors
under test.

In another amplification cascade, the secondary
reporter is a molecule that is trapped in inactive form, and
the primary reporter is a molecule that releases active
secondary reporter, which modifies a tether. For example, the
secondary reporter can be an enzyme that is trapped on a
surface or imprisoned in a matrix so that it was inaccessible
to its substrate. In this situation, the primary reporter
serves to release the second from the inaccessible location
and allow it to act. For example, the second component can be
a reporter enzyme, such as phosphatase, beta-galactosidase,
BirA, luciferase, or green fluorescent protein trapped in the
interior of a microsphere in such a way as to be inaccessible
to their respective substrates. The primary reporter has
activity that leads to breakdown of the microsphere and the
release of the secondary reporter into an active state. For
example, the primary reporter can be a hydrolytic enzyme that
degrades the matrix of the microsphere, thus releasing the
second reporter to modify a tether (or activate a third
reporter, which modifies the tether). Alternatively, the
first reporter can be a molecule with capacity to change the
pH of surrounding media thereby degrading a microsphere
enclosing a secondary reporter. For example, some route of
signal transduction activate cells so that they increase
metabolism, thereby increasing the rate at which they acidy
the surrounding medium. As in other amplification systems,
sensitivity can be controlled by varying the amounts of the
secondary reporter.

In addition to a hydrolytic enzyme, the first
component could be some other agent that led to the release of
the second component. For example, the first component could
be a pH change brought on by the activation of the reporter
cell. The altered pH could lead to the release of the second
component from its inactive state, for example by degrading
the matrix of a microsphere, or leading to the hydrolysis of
an acid-labile linker.

Of course, these principles can be extended to a
cascade of reporter molecules. For example, expression of a
first reporter molecule can be coupled to transduction through
a cellular receptor, the first reporter molecule can induced

5    synthesis or modify a second reporter molecule and the second
reporter molecule can induce or modify a third reporter
molecule, which modifies a tether.

                    Reporter Systems Employing Site-Specific
                    Recombinases

10        In a variation of the above approach, reporter cells
contain two constructs, which can be present on the same or
different replicons. One construct encodes a site-specific
recombinase operably linked to regulatory sequences that
result in expression of the recombinase when a target receptor

15   on the reporter cells is activated by a transducing compound.
Examples of site-specific recombinases include Cre and Flp
(see Kilby et al., *Trends in Genetics* 9, 413-421 (1993)).

          The regulatory sequences depend on the target
receptor. For example, to screen for activators of 7TM

20   receptors, the recombinase is placed under the transcriptional
control of a promoter which responds to 7TM receptor
signalling. Examples include the fos promoter, or an
engineered promoter composed of repeating cyclic AMP response
elements, or the Fusl promoter if the 7TM receptor is

25   expressed in yeast reporter cells. As a further example, to
screen for activation of a T-cell receptor, the recombinase
can be linked to an NFAT promoter. In a further variation,
the site-specific recombinase can be expressed as a fusion
protein with a target receptor, such that the recombinase is

30   inactive in the fusion protein unless the fusion protein is
bound to a ligand, which causes steric changes that activate
the recombinase. Activation of recombinases fused to ligand
binding domains of nuclear receptors on ligand binding has
been reported. *See* Logie & Stewart, *Proc. Natl. Acad. Sci.*

35   *USA* 92, 5940-5944 (1995); Metzger et al., *Proc. Natl. Acad.
Sci. USA* 92, 6991-6995 (1995); USSN 08/901,540. Suitable
nuclear receptors include estrogen, glucocorticoid and
androgen receptors.

32

The other construct in the reporter cells contains a gene comprising a coding sequence for a reporter molecule, a promoter (usually strong and constitutive, such as an *SRα* or CMV promoter) and an inactivating sequence present in either

5    the coding or noncoding sequence of the gene, which prevents expression of the coding sequence from the promoter. The inactivating sequence can be virtually any sequence which disrupts expression of the coding sequence (e.g., by insertion of a stop codon) or inhibits transcription of the downstream

10   reporter gene. Preferably, the inactivating sequence is itself capable expressing a selectable marker. Selection for this marker ensures retention of the inactivating sequence in the second construct until use in the assay thereby reducing background levels of reporter molecule.

15   As an example, a reporter vector for use in yeast can be constructed containing a reporter coding sequence interrupted by a *URA3* auxotrophic marker flanked by *loxP* sites. Excision of the marker by Cre expressed from e.g., a FUS1 promoter leads to expression of the reporter. Acid

20   phosphatase encoded by pho3 or pho5 is an example of a suitable yeast reporter.

The inactivating sequence is flanked by specific sites recognized by the site-specific recombinase, which allow excision of the inactivating sequence when the site-specific

25   recombinase is expressed. Suitable site-specific recombinases are Cre and Flp, which recognize loxP and frt sites respectively. Selection of an inactivating sequence may also select for variants of loxP and frt that are less susceptible to recombinase action, thereby reducing background levels of

30   the second reporter. *See* Senekoff et al., *J. Mol. Biol.* 201, 405-421 (1988). Cre and Flp recombinases can also be mutagenized to give less active variant forms, if desired.

Excision of the inactivating sequence results in expression of the reporter molecule which can be released from

35   cells and modify the tether of the complex bearing the transducing compound. Signal transduction in just a few or even single cells causes a permanent phenotypic switch of gene expression, and results in the conversion of a short-term

signal into a long-term response which can be amplified.
Also, because the reporter can be expressed from a strong
constitutive promoter rather than a weak regulatable promoter
(e.g., fos or jun), the reporter can be expressed in larger
amounts that a reporter directly coupled to signal
transduction.

In a further variation, a construct encoding a
deactivated reporter gene as described above also contains
regulatory sequences that render expression of the deactivated
gene inducible on signal transduction through a cellular
receptor. The cells also contain a second construct encoding
a recombinase enzyme, expressed from an inducible promoter,
such as a tetracycline-sensitive promoter (Gossen et al.,
*Proc. Natl. Acad. Sci. USA* 89, 5547 (1992)). In the presence
of inducer, the recombinase is expressed and excises the
inactivating sequence from the reporter gene, allowing the
reporter gene to be expressed to generate functional reporter
molecules when the cellular receptor is activated by a
transducing compound. In general, the inducer is added to
cells shortly before releasing compounds from the complexes,
thereby arming the reporter molecule immediately before the
assay for transducing activity is performed. Accordingly, the
background level of functional reporter molecule in the
absence of transducing compound is reduced.

b. Reporter systems Including Nuclear Receptors
One such reporter system, in which a recombinase
enzyme is linked to a ligand of a nuclear receptor has been
described in the previous section. In another such reporter
system, a modifying enzyme is placed under the transcriptional
control of the yeast Gal4 promoter. Signal transduction is
regulated by a chimeric protein comprising the Gal4 DNA
binding protein and the ligand binding domain of a nuclear
receptor. When ligand binds to the receptor, the chimera
binds the upstream gal4 site on the DNA and activates
transcription of the modifying enzyme.

c. Partial Cleavage of Compounds From Complexes
The release of only a portion of a compound from a
complex is often desirable. Controlled, partial release of

34

the library compound allows rescreening of the positive beads
to confirm that they are truly positive or to enrich for the
best transducing compounds. Rescreening may be desirable in
instances where the primary screen is done at high bead

5       density, and cross-talk may occur. In these instances, the
positive complexes are selected and rescreened at a lower
density, thus reducing the likelihood of cross-talk and false
positives. Partial cleavage can be achieved by controlling of
reaction conditions (e.g., temperature, time, frequency of

10      radiation, amount of enzyme added). Alternatively, compounds
can be attached to two or more different linkers on the same
complex, which linkers are susceptible to cleavage by
different mechanisms, thereby allowing separate release of
first and second aliquots of compound. For example, this can

15      be accomplished by having two linkers both of which have
photocleavable groups, but in one of which the photocleavable
group is initially masked. After release of first aliquots of
compounds by cleavage of the unmasked linker, the masked
linker is unmasked and second aliquots of compounds can be

20      released.

### d.   Regeneration of Tethers

        If the same complexes are to subjected to more than
one round of screening, it is preferable to regenerate the
tethers between rounds. If tethers are regenerated, a

25      compound must independently survive both screening rounds to
be scored as a transducing compound. As an example,
regeneration can be achieved by covalently attaching biotin
molecules to the complexes, followed by addition of
streptavidin, and then a fusion protein comprising a C-

30      terminally biotinylated tPA substrate peptide linked to an
epitope for a known target. This creates a sandwich of bead-
biotin-streptavidin-biotinylated tPA substrate/epitope.
Primary screening is performed as described above, and after
selection, the marked complexes (tPA tether cleaved) are

35      regenerated to the unmarked state by heating or extracting the
complexes to remove the streptavidin and residual tPA
substrate peptide. These complexes can then be re-exposed to

biotin to which fresh streptavidin and biotinylated tPA
substrate/epitope can be attached.

    In a variation, complexes bear at least two different
tethers susceptible to modification by two different reporter
5    molecules. Complexes are exposed to first and second reporter
cells, each having the same receptor, but differing between
the reporter molecules coupled to activation of the receptor.
Activation of the receptor in a first round of screening
results in export of a first reporter molecule, which modifies
10    a first tether on the complexes. Activation of the receptor
in the second round of screening results in export of a second
reporter molecule, which modifies the second tether on the
complexes.

### e. Controlled Release of Reporter Molecule

15    As noted above, the sensitivity of the assay can
sometimes be increased by allowing the reporter molecule to
accumulate in cells before the controlled lysis of cells and
concomitant release of a burst of reporter molecules. One
method of achieving controlled release of a reporter molecule
20    is to link the reporter molecule to a phospholipid anchoring
domain and signal secretion sequence as described in commonly
owned copending USSN 08/309,345, filed September 19, 1994
(incorporated by reference in its entirety for all purposes).
Usually, the anchoring domain is linked to the C-terminus of
25    the reporter molecule and the signal sequence to the N-
terminus of the reporter. The signal sequence directs
secretion of the reporter molecule from the cell where it
becomes attached to the surface phospholipid layer by the
anchoring domain. Controlled release can then be achieved by
30    cleaving the bond between phospholipid and the reporter
molecule by addition of a phospholipase to the matrix in which
cells and complexes are contacted. For example, the anchoring
sequence from the human placental alkaline phosphatase gene
CLEPYTACDLAPPAGTTDAAHPGRSVVPALLPLLAGTLLLLETATAP or a
35    subsequence thereof, capable of anchoring the receptor is
suitable. Anchored reporter molecules can released from cells
by addition of the enzyme phosphoinositol phospholipase C.

In a variation, reporter cells encode first and second
reporter molecules. The coding sequence for the first
reporter molecule is operably linked to regulatory sequences
that place expression subject to activation of the receptor.

5    The first reporter molecule encodes a protein that can effect
lysis of the cell, such as phage λ lytic protein. The second
reporter molecule is constitutively expressed and has a
property that renders it capable of modifying tethers. On
activation of the receptor, the first reporter molecule is

10   expressed, causing lysis of the cell and release of the second
reporter molecules, which modifies the tether of beads in
proximity of the cell.

### f. Coincidence Circuits

The specificity (ratio of true positives to false

15   positives) of the above methods can be increased by requiring
that a compound transduce two events for the tether on the
complex bearing the compound to be modified. For example, the
two events can be the generation of a primary and secondary
reporter molecules, whereby the primary reporter molecule

20   modifies the secondary reporter molecule to a form in which
the latter can modify the tether. Alternatively, the
secondary reporter molecule might function to release the
primary reporter molecule from phospholipid anchorage. The
primary and secondary reporter molecules should be expressed

25   from constructs susceptible to induction by the same receptor.
However, the primary and secondary reporter may be in the same
or different cells, bearing the receptor. If the two
reporters are expressed in separate cell types, the two cell
types are mixed before releasing compounds from complexes.

30   The two reporters are both expressed from regulatory sequences
activated by the receptor, but the regulatory sequences need
not be the same for the two reporters, and are preferably
different. For example, if the receptor is a G-protein linked
receptor, the first and second reporter molecules can be

35   expressed from fos and jun regulatory sequences respectively.
The use of different regulatory sequences for expression of
the two reporter molecules can reduce background signal not
due to receptor transduction.

A different type of coincidence circuit can be used to select for compounds specific for a particular receptor. This circuit specifically selects for compounds that transduce a signal through a first receptor but which are unable to transduce a signal through a second receptor. This circuit is designed by linking the first and second receptors to expression of first and second reporter molecules, of which the second inactivates the first rendering the latter incapable of modifying the tether. For example, if the first reporter molecule is a proteinase, tPA, the second reporter molecule can be a proteinase inhibitor, such as aprotinin. In this type of coincidence circuit, the first and second receptors are different from each other and the first and second reporter molecules are expressed from constructs bearing regulatory signals appropriate for signal induction by the respective receptors. The second receptor can be a variant form of the first receptor (e.g., one or a few amino acid changes), a distinct, but related receptor (e.g., two G-protein linked receptors) or entirely unrelated, depending on the degree of specificity for which selection is desired. The first and second receptors (and respective reporter constructs) can be expressed from the same or different cell types. If expressed from different cell types, the first and second reporter molecules should be secreted, or otherwise released from the respective cells, for inactivation to occur.

                    g.   Screening in Wells of Assay Plate

        In a further variation, complexes are contacted with cells in the wells of an assay plate, and compounds are then released from the complexes. In this approach, complexes can be contacted with cells in a liquid allowing free diffusion of the compound. The wells confine a reporter molecule released from a cell such that it can only modify the tethers of complexes present in the same well. If there is only one complex per well, only that complex can be modified by the receptor. After an appropriate period of incubation, complexes are removed from the wells and pooled. Complexes having modified tethers are isolated by virtue of the modified tethers. It is not necessary to retain any record which

38

complexes came from which wells in the screening process.
Therefore, orders of magnitudes more wells, and consequently,
orders of magnitude larger libraries can be screened than in
conventional methods in which each well must be analyzed
5    individually for compound activity.  For example, libraries of
.$10^8$ compounds can be screened.  The capacity to screen
libraries of such size allows identification of compounds with
capacity to bind to, agonise or antagonize virtually any
receptor of interest.

10        Usually an initial round of screening is performed in
which there are multiple complexes present in most wells in
the array (e.g., about 10 to 1000 per well).  In this
situation, if a well contains a single complex bearing a
transducing  compound, any complex in the well can be
15   modified.  However, in wells lacking a complex bearing a
transducing compound, no complexes are modified.  After
incubation and pooling of complexes, the complexes bearing
modified tethers are enriched for transducing compounds.

         The enriched pool of transducing compounds can be
20   subjected to a second round of screening.  This is most
readily performed when the compounds are attached to support
in such a manner that the compounds can be released in two
aliquots.  In this situation, the second screening commences
by regenerating the modified tether.  The enriched complexes
25   are then contacted with fresh cells in the wells of a fresh
assay plate, and the second aliquot of compounds is released
from the cells.  In the second round of screening, there are
fewer complexes per well (preferably, most wells have only one
complex), so that a greater degree of enrichment is obtained.

30        A suitable assay plate resembles a conventional
microtiter dish except that the wells are smaller and more
numerous.  For example, an assay plate containing $10^6$ wells in
an array of 1000 by 1000, each well having dimension of 100 $\mu$m
x 100 $\mu$m x 100 $\mu$m (1 nl) measures 10 cm by 10 cm and can be
35   fabricated by photolithographic techniques.  The wells needed
not be arranged in any particular geometric configuration.
The library of compounds can be synthesized on monobeads and
about $10^8$ beads can be conveniently screened on a single plate

at an average density of about 100 beads per well.  Each 10 $\mu$m
mono bead has ~ 10 fmol of synthesis sites.  Given a synthetic
yield of 50%, and a two stage release in equal aliquots, each
aliquot of compound released is 2.5 fmol per bead.  This

5      quantity, when released into an assay volume of 1 nl produces
a concentration of 2.5 $\mu$M.

The beads can be loaded into the wells in bulk by
settling from a concentrated slurry.  Each well contains from
about 1-1000 reporter cells, and preferably about 100 cells.

10     Thus, for example, about $10^8$ monobeads and $10^8$ cells in a
volume of about 1 ml are loaded on to an assay plate.  The
first aliquot of compound is released from the beads (e.g., by
exposure of a photocleavable linker to light), and the assay
is allowed to run a sufficient time for expression of the

15     reporter molecule to be established.

Assuming 1 active bead per million, screening $10^8$
beads activates the reporter in about 100 wells.  Each active
well contains 100 beads, only one of which carried an active
compound, but all of which become marked by the reporter

20     cells.  This round of screening produces a total of ~10,000
marked beads (100 true positives).  All $10^8$ beads are then
removed en masse from the assay plate and beads having
modified tethers are isolated.  The $10^4$ recovered beads are
then stripped of the modified tether and a fresh tether is

25     regenerated on the beads.  These beads (along with a mass of
carrier beads to aid in handling the small numbers of tiny
beads) are reloaded into the assay plate along with a fresh
batch of reporter cells.  Because $10^4$ beads are loaded into a
plate with $10^6$ wells, the probability is low that any well

30     receives more than one bead.  The second aliquot of compound
is released (e.g., by exposure of a second photocleavable
linker to a different wavelength) and the assay repeated.
Once again, the beads are washed from the plate, and beads
bearing modified tethers are isolated.  The synthesis history

35     of the beads bearing transducing compounds can then be decoded
from the tags.

Several alternative approaches for limiting diffusion
of reporter molecules to proximate supports.  For example,

40

library beads and reporter cells or receptor reservoir beads
(see section IV, infra) can be confined within aqueous
droplets sprayed into the air.  Alternatively, assay
components can be confined in droplets of aqueous buffer

5       sprayed onto a surface that preserves the integrity of the
droplets due to the properties of the surface and the inherent
surface tension of the buffer.  In a further variation, assay
components are isolated in packets of aqueous buffer in tubing
where diffusion is limited by isolating the packets with

10      bubbles of air.

            h.   Screening for Antagonists

            In a further variation, the invention provide methods
for assaying complexes bearing compounds for capacity to
antagonize a cellular receptor.  In such methods, a reporter

15      cell has a genotype such that cell growth is inhibited in the
presence of an agonist to the cellular receptor.  For example,
a yeast containing the wild-type *FAR1* allele arrests in the
presence of agonist α-factor.  The reporter cells are
engineered to secrete constitutively a reporter enzyme such as

20      acid phosphatase or secreted beta-galactosidase.  After
release from its complex, a compound with antagonistic
properties inhibits binding of the agonist to the receptor
allowing the reporter cells to continue to grow.  The
increased biomass resulting from growth results in increased

25      levels of reporter enzyme in the medium, and increased
modification of the tether of complexes proximate to growing
cells.  The majority of cells, which are not proximate to a
complex bearing an antagonist arrest and only secrete low
amounts of reporter enzyme.

30      In a variation of the above scheme, the reporter gene
is placed under the control of a regulated promoter which is
switched on at the beginning of the assay.  For example, the
reporter gene can be placed under the control of a
tetracycline-regulated promoter (Gari et al., *Yeast* 13, 837-

35      848 (1997)).  At the time of exposure of the cells to
antagonist (i.e., t=0), the tetracycline is removed.  Shortly
thereafter, the cells are exposed to agonist.  In the absence
of antagonist the cells arrest and only a minimal amount of

reporter enzyme is expressed from the regulated promoter. In the presence of antagonist, the cells do not arrest, biomass increases, and a greater amount of reporter enzyme is expressed, and tethers of proximate complexes are modified.

### i.   Oligonucleotide Tethers

In a further amplification scheme, the reporter is a nucleotide polymerase, preferably a heat-stable DNA polymerase, such as taq. Library complexes are contacted with reporter cells containing a reporter construct encoding the heat stable DNA polymerase in a medium containing two primers, and other reagents required for template-directed nucleic acid synthesis (other than a polymerase). One or both of the primers are usually labelled. A template is also present either in the medium or immobilized to a support, optionally, as a component of a complexes. The tether moiety of the complex is an entity designed to bind to the amplification product of the template. Typically, the entity is an oligonucleotide complementary to the amplification product. Compounds transducing a signal through a receptor of interest in the reporter cells cause expression of the polymerase. The polymerase is released from the cell, either as a result of secretion, or cell lysis. The polymerase then catalyzes amplification of the template generating an amplification product, which can be labelled through incorporation of a labelled primer, or by incorporation of labelled nucleotides. The amplification product constitutes a secondary reporter, which modifies the tether of proximate complexes. Modification can be by hybridization or the result of binding between a labelling moiety on the amplification product (e.g., biotin) and a binding component of the tether (e.g., avidin). Complexes with modified tethers can be isolated from other complexes by sorting for the label on the amplification product (e.g., by FACS[tm]).

### j.   Complexes with Combined Tag/Tethers

Compounds can also be screened as a component of library complexes bearing a linked tether and tag. The tether and tag can be part of a contiguous molecule, such as two domains of a protein, or can be joined, e.g., through a

linker.  For example, the tether can be a peptide and the tag
an oligonucleotide.  Both compounds to be screened and the
combined tag/tether are attached to complexes by a cleavable
linker.  The same or different linkers can be used for

5   compounds and the combined tag/tether.  On cleavage of the
compound, it can transduce a signal through a cellular
receptor causing release of a reporter from a reporter cell,
as described before.  The combined tag/linker molecule is also
released from the complexes, typically concurrent with or

10  shortly after release of the compounds.  Thus, in the present
methods, the released reporter molecule does not modify a
tether on a complex but rather on a combined tag/tether
entity.  Modified tag/tethers are separated from unmodified
tag/tethers by virtue of the modification.  The separate

15  modified tag/tethers are then decoded to reveal the identify
of the compound(s) causing release of the reporter molecule.
For example, the combined tag/tether can be a fusion protein
linking a phosphorylated peptide (tether) to an identifier
peptide.  A phosphatase reporter enzyme removes the phosphate

20  group from the tether moiety allowing the fusion protein to
bind to an antibody that specifically recognizes the
dephosphoylated form of the tether.  Modified fusion proteins
can be separated from unmodified by affinity purification
using the antibody as the affinity reagent.  Modified fusion

25  proteins are then decoded (e.g., by the Edman degradation
method) to reveal the identity of compound(s) causing release
of reporter molecule.

In another example, the combined tag/tether comprises
a caged peptide linked to an oligonucleotide.  A primary

30  reporter removes the caging moiety of the peptide.  Combined
tag/tether can then be affinity purified using a receptor that
specifically binds to the uncaged peptide.  The
oligonucleotide moiety of purified combined tag/tethers is
then decoded.

35

## II.   Other Screening Methods

The methods described so far have screened library
members comprising a compound, a tag and a tether, linked to a

support and/or each other.  One of the basic principles of
this method, i.e., using a reporter molecule to modify a
tether can also be exploited to screen other types of library.


5          A.  Supports Bearing Compounds and Tethers but Lacking
Tags
           In one method, libraries are produced having members
comprising a support bearing a compound to be screened
(differing between different members) and a tether (the same
10    for different members) but lacking a tag identifying the
compound.  Such libraries can be synthesized using a similar
divide-and-pool approach as is employed for ESL libraries
above, with the exception that all steps associated with
synthesis of tags are omitted.  Synthesis of nontagged
15    libraries is also described by Lam, WO 92/00091 and Houghten,
US 4,631,211 and WO 92/09300.  As will become apparent, it is
important that the supports in such libraries bear sufficient
compound both for activation of a receptor and for direct
analysis of the compound to determine its identity.
20         Such libraries are screened by a generally similar
approach to that employed for coded libraries.  Specifically,
the libraries are contacted with reporter cells in any of the
formats discussed above.  Compounds are then partially cleaved
from the supports (i.e., the cleavage reaction does not
25    proceed to completion).  Cleaved compound diffuses to a
receptor on reporter cells, where, if the compound has
capacity to transduce a signal, the compound induces
expression of a reporter molecule.  The reporter molecule then
modifies, directly or indirectly, the tether of the support of
30    the compound transducing the signal.
           Supports bearing modified tethers are separated using
the same methods as described above.  The identity of
compounds is determined by direct analysis of residual
compound borne by the supports.  Such analysis can take the
35    form of, for example, peptide sequencing, infra red analysis
or mass spectrometry, depending on the nature of the compound.

### B.   Libraries of Cells Producing Compounds

In another method, the libraries have members
comprising cells producing compounds to be screened.  The
compounds may be cell surface peptides encoded by the genome
or a plasmid within the cell.  However, more frequently, the
compounds are secondary metabolites, such as polyketides,
which are produced by the cells' enzymatic apparatus but which
are not directly encoded by the nucleic acids within the cell.
Preferably, the compounds are secreted from the cells
producing them.

In some methods, cells producing the compounds to be
tested are selected, or otherwise genetically modified, so
that they express a cell surface tether.  Such cells are then
contacted with reporter cells in any of the formats described
above.  Active compounds from the library transduce expression
of reporter molecules, which modify the tethers of cells
producing the respective compounds in similar fashion to that
described above.  Further, cells bearing active compounds can
be isolated by virtue of their modified tethers.  The
difference from the above methods arises in how compounds are
identified once cells have been identified.  For cells
producing compounds representing secondary metabolites, the
identity of a compound is determined by propagating a
homogeneous culture of a cell having a modified tether,
purifying the compound from the culture, and directly
analyzing the compound (e.g., by peptide analysis, mass
spectrometry or infrared spectroscopy).

In other methods (see Fig. 4), cells producing
compounds to be tested need not have tethers directly affixed
to the cells.  In such methods, the cells producing the
compounds to be screened are plated as an array of discrete
colonies (e.g., on agar plates).  The colonies are then
replica plated onto a membrane, such as a nitrocellulose
filter that has been pre-coated with a tether molecule that
subsequently blocked against non-specific binding with BSA.
If the compounds to be screened are not secreted by the cells
producing them, the cells should be artificially lysed after
transfer to the membrane.  Transfer produces an array of

compounds immobilized to the membrane in which the respective positions of the compounds in the array correspond to the respective positions of colonies on the original cell culture plates.

5          The membrane bearing the array of compounds is contacted with a culture of reporter cells having the characteristics described above.  The compounds then diffuse from the filter matrix towards the reporter cells.  The activating compounds then cause the reporter cells to respond

10     by producing reporter molecules which, in turn, diffuse back towards the location from which the activating compounds originated.  Active compounds in the array transduce a signal in the reporter cells causing release of a reporter molecules, which modifies the membrane at a site at, or proximate to,

15     that at which the compound transducing the signal is attached. For example, if the reporter molecule is BirA and the membrane is impregnated with a substrate for BirA, the modification constitutes attachment of a biotin molecule to the membrane. The marked membrane is separate from the reporter cells and

20     if, necessary, developed (e.g., by exposure to labelled avidin) to reveal the location of the markings.  The membrane is aligned with the original plates of colonies producing the compounds and colonies aligning with marked regions of the membrane are picked.  If markings are close together and

25     precise identification of aligned colonies is difficult, picked colonies are rescreened by the same approach.  Finally, a colony corresponding to a marked region is propagated to produce sufficient amounts of compound for direct analysis of the compound to reveal its identity.

30

### C.  Use of a Membrane as a Tether

          Many of the principles discussed above, can be exploited in a further variation, in which complexes bearing compounds and tags are screened in an array format immobilized

35     to a membrane.  In this situation, the area of the membrane proximate to each complex effectively forms a tether for that complex.  The membrane format is also effective for screening compl xes having a compound, a tag and a separate tether.

In either situation, the array of compounds is
provided on a membrane, such as the nylon or nitrocellulose
membranes used in conventional blotting experiments. Discrete
aliquots of each compound usually occupy discrete sites in the
5      array, although some overlap of sites is permissible if
several rounds of screening are to be performed. It is not
necessary to know in advance which compound occupies which
site in the array, or for the sites to form any particular
geometric configuration.

10       Often the compounds are synthesized as ESL libraries
(i.e., an aliquot of each compound is attached to a bead
bearing a tag identifying the synthetic route of the
compound). The ESL libraries may or may not have tethers of
the kind described above. About $10^8$ monobeads can be

15      immobilized on a membrane surface of 320 cm$^2$ (16 x 20 cm) with
beads separated on average about 10 microns from their nearest
neighbor. Beads can be deposited on the membrane suspended in
sucrose buffer as a slurry under vacuum. Visible microscopy
is used to check the distribution of beads on the membrane.

20      If the distribution is uneven, more buffer is added to the
membrane, and the beads are resuspended until a monolayer is
achieved. Binding of the beads to the membrane can be
strengthened by irradiation or chemical conjugation.

The membrane bearing an array of compounds is laid
25      down on a surface of reporter cells of the kind described
above, and compounds are released from the membrane.
Sometimes first and second aliquots of compounds are attached
by different linkers and only the first aliquot is released in
the first round of screening. Released compounds diffuse into

30      contact with cells, and active compound(s) transduce a signal
through a cellular receptor resulting in release of a reporter
molecule from reporter cells. The reporter molecule diffuses
toward the membrane and modifies either the tether of the
complex from which the active compound was released or a site

35      on the membrane proximate to the location of the active
compound. This depends on the selection of reporter molecule,
and whether the complexes being screened have tethers. SEAP
is a suitable reporter molecule to mark a membrane. SEAP is

47

very stable once bound to a nylon membrane surface (Kirchhoff et al., *TIGS*, (June 1995)). The membrane is peeled off the agar overlay and developed for SEAP activity in NBT/BCIP buffer (pH 9.8) to visualize the region of the membrane
5       containing active beads.

If the modification is designed to occur to the membrane, modified areas of the membrane are cut out and supports recovered. The supports can then, if desired be subjected to a further round of screening, which proceeds as
10      the first round, except that the second aliquots of compound are released. If the modification is designed to occur on support-bound tethers, supports bearing modified tethers are isolated as previously described. If the supports still bear a second aliquot of the compounds, the supports can be
15      subjected to a second round of screening before decoding of tags to reveal the synthesis route of active compounds.


D.   Screening for Compounds Having Receptor Binding
Activity

20      The strategy for identifying compounds that transduce a response through a receptor can be adapted to identify compounds that merely bind to a receptor irrespective of transducing activity. Libraries of compounds can be provided in the same format described above, (e.g., complexes
25      comprising a support bearing a compound, a tag and a tether). The libraries are screened by contacting these primary complexes with secondary complexes. The secondary complexes comprise a support, such as a bead, a receptor (or a ligand-binding domain thereof), a ligand to the receptor and a
30      reporter molecule. Beads used to support secondary complexes are sometimes referred to as reservoir beads in distinction from the library beads used to support compounds to be screened. Either the ligand or the receptor (but not both) is irreversibly immobilized to the support. The immobilized
35      moiety is then specifically but reversibly bound to whichever moiety is not immobilized. That is, if the receptor is immobilized, it is reversibly bound to the ligand and vice versa. Optionally, multiple ligands can be bound to the same

receptor or vice versa, thereby increasing the avidity of
binding.  Bivalent or higher multivalency is an advantage for
ligand-receptor pairs having low affinity interaction since it
reduces dissociation of pairs in the absence of competing

5       compounds but does not prevent dissociation in the presence of
a competing compound.  Whichever moiety is not immobilized to
the support is linked to the reporter molecule in such a
manner that the combined molecule retains the functions of
both of its constituents.  For example, if the receptor is

10      immobilized, the ligand is linked to the reporter, such that
the ligand retains its ability specifically to bind to the
receptor and the reporter retains its ability to report.  The
two components can be linked as a fusion protein or by
chemical crosslinking, antibody capture on common fused

15      epitopes, or attachment of several copies of each molecule to
nano-supports, such as colloidal particles.

        The format in which the receptor is irreversibly
immobilized to the support is particularly useful when a
soluble form of the receptor is not easily available, as is

20      the case for seven transmembrane receptors and ion channels.
In this situation, the support in the secondary complex can be
a cell expressing the receptor on its surface.

        After contacting the primary complexes with secondary
complexes, compounds can be released from the primary

25      complexes and diffuse into contact with the secondary
complexes.  A compound having affinity for the receptor,
competitively displaces either the ligand or receptor
(whichever is not immobilized) from the secondary complexes.
The displaced ligand or receptor is linked to a reporter

30      molecule, which after release from its secondary complex, is
free to diffuse into contact with the primary complex from
which the active compound was released and modify the tether
of the same.  (Intact secondary complexes are too massive to
diffuse into contact with the tethers of primary complexes at

35      significant frequency.)  Other aspects of the screening
method, such as suitable matrixes or wells for contacting
primary and secondary complexes, methods of identifying
complexes having modified tethers, and the variations

described in Section I.6, are as described in other methods of the invention. More flexibility is possible in choice of reporter molecules because in the present methods it is not necessary that these molecules be proteins.

5          Fig. 5 shows an exemplary competitive binding assay. Panel A represents the situation before compounds are released from supports. The reporter-fusion (1) is bound to its corresponding immobilized receptor pair (2). Nearby is a bead(3) comprising a tether (4), a compound on a cleavable

10    linker (5) and a tag (6) correlating to compound (5). Panel B represents the events after the compounds are released (8). A compound having affinity for the receptor (7) diffuses from its support (3) and displaces the reporter-fusion (1) from the receptor pair (2). Panel C represents the soluble reporter

15    fusion (1) acting on (11) the tether (6) leaving a modified tether (12).

          As in other methods, the reporter molecule can modify the tethers of supports bearing active compounds indirectly through activation of a secondary reporter molecule. Thus,

20    the amplification cascades described in Section I.6 are equally applicable to competitive binding formats with the modification that primary reporter is supplied as a fusion protein rather than being expressed by reporter cells. For example, a first reporter might be a site-specific protease

25    fused to the target receptor bound to an immobilized ligand. Competition-mediated release of the protease fusion then allows the proteolytic release of a large amount of reporter two which is fused via a peptide containing the protease recognition site to a support, such as a bead. Reporter two

30    then marks the supports of the primary complex. Thus, a stoichiometric release of reporter one results in a catalytically-amplified release of reporter two, thereby amplifying the response signal.

          An exemplary amplification reporter system for

35    analyzing tether marking in a competition binding format is shown in Fig. 7. The library bead contains a library compound linked via a labile linker such as the photolinker, an encoding tag, and a tether. In this example, the tether is a

peptide substrate for BirA.  Close to the library bead are two
other beads.  Bead #1 is irreversibly bound to a ligand for
the receptor under study, and a fusion protein comprising the
receptor linked to tPA is reversibly bound to the ligand.

5      Library beads carrying a compound that competes with the
receptor-ligand interaction cause the dissociation of the
receptor from bead #1, allowing the receptor-tPA fusion to
diffuse over to bead #2.  Bead #2 carries a tethered form of
plasminogen that is activated by the receptor-tPA fusion to

10     form plasmin.  The plasminogen can be attached to the beads
via antibodies specific for the "pro" peptide of plasminogen.
Of course, either or both bead #1 or bead #2 can be replaced
by the appropriate immobilized reagent(s) on the sides of the
well in which the reaction takes place.  Activated plasmin

15     released by tPA cleavage is then be used directly as the
tether marking enzyme, or can activate a tertiary reporter
such as the BirA fusion protein described in Section I.6.

In another amplification format, the reporter molecule
can be a ligand or other agonist (e.g., a synthetic short

20     peptide) of a secondary receptor present on reporter cells of
the kind described above.  Release of a compound from a
primary complex displaces a first reporter molecule from a
secondary complex.  The reporter molecule then diffuses into
contact with a secondary receptor on a cell, and transduces a

25     signal through the secondary receptor causing release of a
second reporter molecule from the cell.  The second reporter
molecule then modifies the tether of a primary complex bearing
the compound that displaced the first reporter molecule.


30     III.  Screening for Inhibitors of Enzymes
Some of the principles underlying the methods of
screening compounds for signal transducing capacity can also
be exploited to screen compounds for capacity to inhibit a
selected enzyme.  In some such methods, the compounds to be

35     screened are again provided as components of complexes that
also bear tags serving to identify the compounds and a tether
susceptible to modification.  The tether is chosen to be
susceptible to modification by the enzymatic activity to which

51

it is desired to isolate inhibitors. Again, the tether is usually the same for all complexes in the library. Such libraries of complexes are produced by the same procedures as described above.

5          Compounds are screened for enzymatic activity by contacting the complexes bearing the compounds with enzyme in a matrix, such as agar or agarose. Before, concurrent with, or after contacting complexes with enzyme, the compounds are released from the complexes (e.g., by cleavage of a

10    photocleavable linker). Release should occur after compounds have been incorporated into the matrix. Release can be partial or complete. If the enzyme is contacted with complexes before release of compound, it is desirable that the enzyme activity initially be substantially absent. This can

15    be achieved by performing the contacting at low temperature, and/or in the absence of a cofactor. After release of compounds, the enzyme can be activated by raising the temperature or impregnating the matrix with the cofactor.

         The matrix allows diffusion of the compound over short

20    distances commensurate with the dimensions of the complex, but substantially prevents diffusion of the compound to neighboring complexes. After release, a compound diffuses forming a halo around the complex from which it was released. If the compound has enzyme inhibiting activity, the halo of

25    compound protects the tether of the complex releasing the compound from modification by the enzyme. For compounds lacking such activity, the tethers of complexes releasing the compounds are modified by the enzyme. Thus, the result of contacting complexes with the enzyme is that a subpopulation

30    of complexes have modified tethers and a second subpopulation have unmodified tethers and the second subpopulation is enriched for complexes that originally bore compounds with inhibiting activity. The probability of a tether undergoing modification is substantially higher (e.g., about 5-, 10, 50

35    or 100% higher) for complexes having compounds lacking inhibiting activity than for complexes having compounds with inhibiting activity. Complexes having unmodified tethers can be subjected to further rounds of screening using the same

52

principles. Ultimately, individual complexes bearing
unmodified tethers are isolated and the identity of compounds
determined from the tags.

Selection of the tether is, of course, dependent on
5    the nature of the enzyme for which isolation of inhibitors is
desired. If the enzyme is a protease, the tether should be a
protein including a site recognized by the enzyme. If the
enzyme is a DNA polymerase, the tether should be a nucleic
acid fragment capable of being extended by the polymerase. If
10   the enzyme is a kinase, the tether should be a peptide having
a site susceptible to phosphorylation. If the enzyme is a
phosphatase, the substrate should be a peptide bearing a
phosphate group.

Many of the variations and alternative described for
15   screening for activating compounds are also applicable to
screening for enzyme inhibitors. For example, the method can
be practiced using supports bearing a tether and compound, but
lacking a tag identifying the compound, provided the compound
is present in multiple copies per support and is subject to
20   only partial release from the support leaving sufficient
residual compound for direct release. As a further example,
compounds representing the products of secondary metabolism,
can be screened for inhibiting activity when produced by cells
that express a tether as a cell surface marker. Cells
25   producing compounds and displaying a tether from their
outersurface are contacted with enzyme in a matrix in the same
manner as described above. Compounds are secreted, or
otherwise released from the cells, and a compound having
inhibiting activity protects the tether of the cell from which
30   it was released from enzymatic modification. Cells having
unmodified tethers are isolated, cloned by limiting dilution,
and propagated to express large amounts of compounds having
inhibiting activity.

In another variation, the enzyme for which inhibitors
35   are to be identified does not modify complex tethers directly,
but indirectly via a fusion protein comprising a reporter
linked to a product of the enzyme. The fusion protein is
immobilized to a support via reversible binding of a ligand to

53

the product moiety of the fusion protein. The medium into
which compounds are released from compounds contains the
immobilized fusion proteins together with enzyme and substrate
for the enzyme. In regions of the medium proximate to

5      complexes lacking compounds with inhibitory activity, the
enzyme metabolizes the substrate generating product. The
product competes for binding with the immobilized fusion
protein releasing some of the fusion protein to the medium.
The fusion protein then modifies the tethers of proximate

10     complexes. In regions of the medium proximate to complex(es)
bearing a compound with inhibitory properties, released
compound forms a halo around the complex preventing enzymatic
activity in this region. The fusion protein is not released
from its immobilized state and does not modify the tethers of

15     proximate complexes. Complexes with unmodified tethers are
separated from complexes with modified tethers, as above.


IV.  Screening for Antagonists

       The principles described above for screening for

20     agonists of cellular receptors can be adapted to screen for
antagonists. In one variation, complexes bearing compounds,
tags and tethers are contacted with reporter cells with a
receptor in the presence of a ligand to the receptor. The
reporter cells contain a segment encoding a reporter molecule

25     whose expression is coupled to signal transduction by the
ligand through the receptor. In this situation, in cells
proximate to complexes bearing antagonist compounds, the
antagonist blocks signal transduction and modification of the
tethers of complexes proximate to such cells does not occur.

30     In other cells, proximate to complexes lacking antagonist
compounds, the ligand causes signal transduction, the reporter
molecule is expressed and released from the cells, and
modifies the tethers of the complexes proximate to the cell.
The result is a collection of complexes, some of which bear

35     modified tethers and some unmodified tethers. Complexes
bearing unmodified tethers are isolated, these being enriched
for compounds having antagonist activity.

54

In a variation, the reporter cells have a DNA segment
encoding a reporter molecule such that the reporter molecule
is constitutively expressed and secreted.  The reporter cells
have a second DNA segment encoding an enzyme that is lethal to
5     the cell whose expression is coupled to signal transduction
through a cellular receptor by a ligand.  Suitable lethal
genes include the *Bacillus amyloliquefaciens* ribonuclease
(Hartlet, *J. Mol. Biol.* 89 (1985)) and the *Bacillus
amyloliquefaciens* ribonuclease expressed with or without its
10    inhibitor, barstar.  Another example of a lethal gene is the
catalytic A fragment of diphtheria toxin (Tweeten et al., *J.
Bacteriol.* 156, 680-685 (1983)).  Expression of diphtheria
toxin within yeast cells causes ADP-ribosylation of elongation
factor 2, which leads to inhibition of protein synthesis and
15    eventual cell death (Mattheakis et al., *Mol. Cell. Biol.* 12,
4026-4037 (1992)).  A library of complexes having compounds,
tags and tethers is contacted with reporter cells in the
presence of the ligand.  In cells proximate to a complex
bearing a compound that is an antagonist, the antagonist
20    blocks signal transduction by the ligand through the receptor.
Accordingly, the lethal gene is not expressed and the cell
survives.  The cell constitutively expresses the reporter
molecule which is released from the cell and modifies the
tether of the complex which bore the antagonist compound.
25    Conversely, in other cells that are not proximate to an
antagonist compound (usually the majority of cells), the
ligand transduces a signal through the receptor causing
expression of the lethal gene and death of the cell.
Expression of the reporter molecule is thereby terminated.
30    Accordingly, the level of reporter molecule surrounding
complexes lacking antagonist compounds is low, and the tethers
of such complexes remain largely unmodified.  Separation of
complexes bearing modified tethers enriches for complexes from
which antagonizing compounds were released.  The identity of
35    such compounds can be decoded from the tags.

## V.   Analog Compounds

        The compounds isolated by the above methods also serve
as lead compounds for the development of analog compounds.
The analogs should have a stabilized electronic configuration
and molecular conformation that allows key functional groups
to be presented to the receptor in substantially the same way
as the lead compound.  In particular, the analog compounds
have spatial electronic properties which are comparable to the
binding region, but can be smaller molecules than the lead
compound, frequently having a molecular weight below about 2
kD and preferably below about 1 kD.  Identification of analog
compounds can be performed through use of techniques such as
self-consistent field (SCF) analysis, configuration
interaction (CI) analysis, and normal mode dynamics analysis.
Computer programs for implementing these techniques are
available.  See Rein et al., Computer-Assisted Modeling of
Receptor-Ligand Interactions (Alan Liss, New York, 1989).


## VI.   Pharmaceutical Compositions

        Transducing compounds identified by the above methods
or analogs are formulated for therapeutic use as
pharmaceutical compositions. The compositions can also
include, depending on the formulation desired,
pharmaceutically-acceptable, usually sterile, non-toxic
carriers or diluents, which are defined as vehicles commonly
used to formulate pharmaceutical compositions for animal or
human administration.  The diluent is selected so as not to
affect the biological activity of the combination.  Examples
of such diluents are distilled water, physiological saline,
Ringer's solutions, dextrose solution, and Hank's solution.
In addition, the pharmaceutical composition or formulation may
also include other carriers, adjuvants, or nontoxic,
nontherapeutic, nonimmunogenic stabilizers and the like.

                        EXAMPLES

## 1.  Synthesis of Bead Complexes Bearing Peptides, Identifier
        Tags and Tethers

        Polystyrene beads (10 micron diameter) containing
reactive amines were treated simultaneously with the two

acylating reagents shown in Fig. 8.  1 is a photocleavable
linker upon which a compound to be screened is synthesized and
2 is a permanent linker which provides the anchor point for
identifier tag synthesis.  The molar ratio of 1 and 2 coupled
5     to the beads is about 750:1.

The resulting beads were treated with piperidine to
remove the Fmoc protecting group and the sequence Phe-2-Nal-
Gly was prepared by solid-phase peptide synthesis.  In a
typical coupling reaction 0.075 M Fmoc-protected amino acid
10    was treated with 0.10 M HATU and 0.30 M DIEA.  The mixture was
applied to the beads and the reaction allowed to proceed 1 hr
at room temperature.  At the end of each coupling cycle,
excess reagents were washed away and the Fmoc-protecting group
was removed by treatment with piperidine (20%, 10 min).

15    A 10 $\mu$m bead complex was created by synthesizing onto
beads  (differential of 727:1) a single sequence 38 mer DNA
tag and a single sequence peptide trimer coupled to a
photolinker.  The sequence of the DNA tag is 5'-CTCC CGG CCA
ATT GTT *TCA CAG*  CGT TAT GCT CCG CACC-3', the italics
20    indicating the identification code for the trimer.  The
oligonucleotide tag was synthesized using standard DNA
coupling techniques (detritylation with TCA; tetrazole-
catalyzed phosphitylation; capping with acetic anhydride;
oxidation with iodine in acetonitrile /water).  The sequence
25    of the trimer peptide on photolinker was (from N to C) Phe-2-
Nal-Gly.  After synthesis of both peptide and oligonucleotide,
the beads were treated sequentially with piperidine/DMF (2:8
for 2 hours), ethylenediamine/ethanol (1:1 for 4 hr), and
TFA/water/TPS (95:3:2 for 1 hr) to deprotect fully both the
30    peptide and oligonucleotide chains.  7-deaza analogs of
adenine and guanine were used to avoid TFA-mediated DNA strand
cleavage during the final acid deprotection step.  -

For attachment of a tether, 2 mg beads was aliquoted
into a 1.5 ml eppendorf tube.  Streptavidin (Gibco BRL) was
35    passively absorbed to the 2 mg of the beads @ 1.0 mg/ml in
0.01% azide/phosphate-buffered saline PBS) for two hr at room
temperature on a shaker.  The beads were washed twice with 1
ml PBSTB  [PBS, 0.05% Tween20 (Sigma), 0.1% BSA (USB, Fraction

57

V, RIA grade), 0.01% azide] by centrifuging at 14 krpm for 1
min, removing the supernatant from the bead pellet and
resuspending the pellet.  The beads were then blocked in 1 ml
PBS, 0.05% Tween20, 1.0% BSA, 0.01% azide, overnight at 4°C on
5    a shaker.  The beads were washed 2x as before.  Next, a
soluble biotinylated peptide, YGGFLGGGGSK[biotin], at 10 $\mu$M,
was bound to the streptavidin on the beads in 250 $\mu$l PBSTB for
one hr at room temperature on a shaker.  The modifiable tether
is thus, YGGFLGGGGSK[biotin]-streptavidin and synthesis of the
10   complex is complete.

The beads were washed 1x in PBSTB as before,
resuspended in 200 $\mu$l PBSTB and stored at 4°C.  The beads were
counted in a hemocytometer and the concentration was 60,000
beads/$\mu$l.

15

## 2. Decoding DNA Identifier Tags

This examples shows that DNA identifier tags can be
decoded after exposure to typical conditions in a tether
marking assay.  Two aliquots of 3 x $10^5$ beads (5 $\mu$l of stock)
20   were added to 1 ml of cell culture assay media and dispensed
separately onto two monolayers of adherent CHOK1 cells growing
in 6-well cell culture plates (Limbro, Flow Laboratories).
The monolayers had 2.6 x $10^6$ cells/well.  The cells had been
grown in DMEM/F12, 10% FBS (Gibco), 1% Pen/Strep Fungizone
25   (Bio Whittaker) and then immediately prior to the assay washed
twice with D-PBS (Gibco BRL).  The assay media was DMEM/F12
(Gibco) containing 10 mM L-Homoarginine (Sigma), 1% BSA, 1%
Pen/Strep Fungizone (Bio Whittaker).

Two plates, both containing the same number of beads
30   and cells in 1 ml media, were covered with microplate press-on
adhesive sealing films (Packard).  Then one plate was
photolyzed (360 nm) for 30 minutes @ 8.0 mW/cm$^2$.  The second
otherwise-identical plate, was left at room temperature-
exposed to only ambient light for 30 minutes.  The sealing
35   films were removed and lids placed back on the plates.  Both
plates were then placed into a 37°C cell culture incubator for
six hours.  (Six hours is longer than typically required in a
bead marking assay.)  The beads were then pipetted off the

58

monolayers and the cells discarded.  The beads were pelleted
and washed twice with 1 ml PBSTB.  The beads were resuspended
in 1 ml PBSTB and stored at 4°C overnight.

The next day the beads were sorted for single beads.

5       The Becton Dickinson FACStar^tm Plus machine was used to sort,
out of the bulk bead populations, single beads into 96-PCR
tube arrays.  After the sort, there were 2 plates of 96 PCR
tubes each.  One plate held tubes containing single beads that
were not photolyzed and the other plate held tubes containing

10      single beads that were photolyzed .  PCR was performed on 8
single beads, 4 from each plate.

PCR cocktail was prepared to allow for 100 µl per
reaction, plus 100 µl for  a negative control (no complexes)
and 100 µl for a positive control (untreated complexes).  The

15      cocktail recipe per reaction (100µl) was 10 µl 10x Thermo
Buffer (Promega), 10 µl 10x stock dNTP U (10x is 2.0 mM  dATP,
dCTP, dGTP and 4.0 mM dUTP from Pharmacia) (dNTP U is used
instead of dNTP T to help alleviate contaminating sequences),
10 µl 10x Stock Mg buffer (10x is 20.0 mM) (Promega), 10 µl

20      10x Stock Primer 4861 (10x is 10.0 µM), 10 µl 10x Stock Primer
4860 (10x is 20.0 µM), 10 µl of 10x Stock Primer 4246 (10x is
30.0 µM), 38 µl sterile ddi H$_2$0.

After mixing, 1.0 µl of uracil deglycosylase (UDG) 1.0
unit/µl (GibcoBRL) was added per 100 µl and mixed well.  1.0

25      µl Taq DNA polymerase at 5.0 units/µl (Promega) was added and
mixed well.  100 µl of cocktail was added to each reaction
tube containing a single bead, and to the negative and
positive controls.  The tubes were topped with three drops of
mineral oil and capped.

30      A 3-primer scheme was employed for optimal PCR with
minimal prime-dimer artifacts.  Primer-dimer and other
artifacts might occur due to the length of the complementary
primer 4861, a 46mer, in comparison to the DNA tag itself
which is shorter, a 38mer.  By off-setting the PCR reaction

35      with another, 21mer complementary primer, the occurrence of
primer-dimer was minimized.  Because the 21mer does not
contain the sequencing primer annealing site as does the

46mer, the 21mer does not contaminate the PCR product for direct product sequencing.

The sequences of the primers are as follows:

4246 (homologous primer) 5'-TGA GCC GGC ACT CCC GGC CAA-3'

5     21mer

4860 (complimentary primer1) 5'-ACG CTG ACC CGT GGC GGA GCA-3'

21mer

4861 (complimentary primer2) 5'-TTA  CGG GCT AGC CAT AGG GCA GAA GAC GCT GAC CCG TGG CGG AGC A-3'

10    46mer

The expected full-length PCR product from amplification from these primers is an 83mer.

5' TG AGC CGG CAC TCC CGG CCA ATT G TT

15    TCA CAG CGT TAT GCT CCG CCA CGG GTC AGC GTC TTC TGC CCT ATG GCT AGC CCG TAA 3'

Small Font = primer appended sequence

20    Bold = 13 base code region available for compound identification

Italics = 6 base code region used in present example

Thermocycling was carried out on an MJ Research cycler using

25    the following profile:

37°C     30 minutes

94°C     10 minutes-for UDG activation and inactivation

Thermocycle 2 times:

45°C     2 minutes

30    72°C 1 minute

94°C     30 seconds

Thermocycle 1 time:

45°C     2 minutes

72°C     1 minute

35    Thermocycle 34 to 40 times:

94°C     20 seconds

62°C 30 seconds

72°C     30 seconds

60

Hold at 72°C until processed

The PCR products were processed using Qiagen PCR clean
up columns. After processing the PCR product was analyzed by
PAGE on a ten-well 1.0 mm, 10%, 19:1, 5% cross-linker
polyacrylamide TBE gel. A Gibco BRL 10 base pair ladder was
used as a standard for the PCR samples. 10 $\mu$l of each PCR
sample was loaded with 2 $\mu$l of loading buffer (30% glycerol
v/v, 0.5% bromophenol blue w/v, 1% SDS w/v). The gel was run
at 120 V for 1.5 hr. The gel was stained with ethidium
bromide in water for 15 min at room temperature and
photographed. The gel showed an 83-bp PCR product in each
lane. This experiment was successful: Both sets of beads,
containing full complex, incubated for six hours with cells
and cell products, +/- photolysis, showed clean, 83mer PCR-
amplified products.

1.0 pmol of each of the products was then directly
sequenced using 30 pmols of a reverse sequencing primer, 5'-
TTA CGG GCT AGC CAT AGG GCA-3' to verify the correct code
region (identifier tag). Direct sequencing of these products
was by a slightly modified version of the traditional T7 DNA
polymerase methodology. The sequences on all the single beads
were verified as correct, each revealing the code TCA CAG.

Instead of directly sequencing the PCR products, the
products can be cloned into the pBS KS(+) vector at the EcoRI
and SpeI sites. Complementary sites can be generated from the
full-length PCR products by digesting the products with MunI
and NheI. Once the vector and digested PCR products are
ligated, the *E. coli* 24 strain ARI 837, (F', proAB, lacIq,
lacZδM15, Tn10(tetR) // recA::cat, ung, endA1, nupG, araD139,
δ(araABC-leu)7696, thr, δlacX74, galU, galK, hsdR, mcrB,
rpsL(strA), thi) can be transformed with the plasmid. The
transformed bacteria can then be plated and colonies chosen
for plasmid preparation and sequencing. The cloning method is
useful for decoding when a pool of beads containing multiple
tags is amplified by PCR in one reaction. The direct
sequencing method is useful for single bead decoding.

### 3. Photolytic Release of Compounds from Supports

#### a. Photolysis without impairment of reporter cells

In a tether-marking assay, the cells need to survive photolysis of compounds from beads so that the cells

5     adequately express the reporter gene in response to signal transduction. One reporter gene is secreted alkaline phosphatase (SEAP), a soluble variant of HPAP. SEAP is available from Clontech, (Gene 66, 1-10 (1988)). A SEAP cassette, driven by a constitutive CMV promoter was stably

10    transfected into adherent CHOK1 cells. These cells were then clone-sorted into 96-well cell culture plates (Falcon) using the Beckton Dickinson FACStar[tm] Plus machine. Individual clones were tested for SEAP production using the Tropix Chemiluminescent Assay Kit. The results of the assay were

15    read in a Packard TopCount machine from which SEAP activity was read in units of counts per second (CPS). CPS were then converted to units of SEAP using a purified SEAP protein standard assayed in parallel. The best clone isolated, called 3B9, produced 0.52 units of SEAP in four hours when grown to a

20    90% confluent monolayer containing $2.6 \times 10^6$ cells in one ml media.

Monolayers of the 3B9 cells were tested for their ability to withstand light exposure. The 3B9 CHOK1 CMV-SEAP cells and a pool of CHOK1 (without SEAP) cells were seeded

25    into 2 wells each on 2, 6-well cell culture plates. All were seeded with $1 \times 10^6$ cells/well. The cells were grown overnight in 2 ml DMEM/F12 (Gibco) with 10% FBS (Gibco), 1% Pen/Strep (Bio Whittaker). After 24 hr growth with $2.6 \times 10^6$ cells/well, all cell monolayers were washed 2x with 5 ml D-PBS

30    (Gibco) and 1x with 2 ml DMEM/F12 SF (DMEM/F12, 10 mM L-Homoarginine (Sigma), 1% BSA (USB Fraction V, RIA grade), 1% Pen/Strep). 1 ml of the same SF media was then pipetted onto each monolayer. The plates were covered with microplate press-on adhesive sealing films (Packard).

35    One plate of cells was exposed to 360 nm light at 8.0 $mW/cm^2$ for 30 min. The other plate was exposed only to ambient light for 30 min. Exposure to 360 nm light for 30 min at 8.0

$mW/cm^2$ releases an ample concentration of soluble compound from bead complexes.

After 30 min, the sealing films were replaced by the lids for the plates. The plates were placed into a 37°C cell incubator. 100 $\mu$l of supernatant was removed from each monolayer at different time points from 0-6 hr incubation. The supernatants were tested for SEAP production/activity using the Tropix Chemiluminescent Assay Kit. At each timepoint, the 360 nm light-exposed SEAP cells produced the same active amount of SEAP as the non-exposed cells.

### b. Accessibility of Complexes to Photolysis in Nanowells

An array of nanowells is one assay format for placing a library of complexes in proximity to reporter cells to allow diffusion over a short distance (the nanowell) but retain small numbers of the cells and complexes in restricted positions. A nanogrid is an array of 40,000 wells, each of dimensions 100 $\mu$m x 100 $\mu$m x 100 $\mu$m and capable of holding 1 nl of fluid. 100 cells and 100 beads can be loaded in each single well. An individual grid has dimensions 2 cm x 2 cm and provides a high-throughput screening tool. Given a starting amount of compound on the complexes of about 10 fmol, a desired concentration of about 1-10 $\mu$M compound in the wells, a 1-10% release of compound from complexes provides adequate soluble compound in the wells.

10 $\mu$m bead complexes were produced as described in Example 1 above at a concentration of 93,000 beads/$\mu$l. In a first experiment, photolysis of the tripeptide from the beads was performed in 400 $\mu$l DMEM/F12 (Gibco BRL) per mg (5 x $10^6$) of beads in 6-well plates (surface area 7.5 $cm^2$). 30 min photolysis at 360 nm and 8.0 $Mw/cm^2$ gave 12% release of peptide. Release of peptide in nanowells was tested using the same beads to make sure 10% of peptide was still released.

One test and two controls were set up as follows.

0.8 mg bead complexes (4 x $10^6$) in 1 ml DMEM/F12 was added to the top of a nanogrid. The beads were allowed to settle through the media into the nanowells on the grid for 45 min. There was an average of 85 bead complexes in each

nanowell after settling. 1 ml DMEM/F12 was removed from the
top of the grid. The only remaining volume was that inside
the wells. As there are 40,000 wells on the grid, each
holding 1 nl, the total volume on the grid is 40 $\mu$l. As a
5    control for photolysis volume, 0.8 mg (4 x $10^6$) bead complexes
were added to 1 well of a 96-well plate (Falcon) in 40 $\mu$l of
DMEM/F12. The other assay control was 1 mg (5 x $10^6$) bead
complexes added in 400 $\mu$l of DMEM/F12 to one well of a 6-well
plate (Limbro, Flow Laboratories). Plates were all covered.
10   The nanowell grid was covered with a glass coverslip, the 96-
well plate and 6-well plate were covered with microplate
press-on adhesive sealing films (Packard). All three plates
were photolyzed for 30 min with 360 nm light at 8.0 Mw/$cm^2$.

The beads and photolysis supernatants were recovered
15   from the plates and saved for HPLC analysis to determine %
peptide release, i.e., how much soluble peptide was released
and therefore present in the photolysis media. The
supernatants were diluted 1:50 and analyzed in a Dynamax
microsorb reverse phase HPLC. The column was a C8-5$\mu$m
20   particle size, 4.6 mm diameter x 25 cm length. Flow rate was
1.0 ml/minute.

HPLC results showed that release of peptides from
beads in the nanowells was 9.4%, similar to the 11.8% release
from beads in 6-well plates. The release from the 96-well
25   plate volume control was only 5.4%. These results indicated
that a large surface area for better light exposure is more
important for efficient photolysis than a large volume of
photolysis media. Thus, it is concluded that adequate
concentrations of soluble compound can be achieved from
30   photolysis in a nanowell format.


4.   Expression of Reporter Genes
             a.   Production SEAP by Agonist Stimulated Reporter
                  Cells
35       A transfected CHO-K1 cell line was constructed
containing the cholecystokinin b (CCKb) receptor and a
reporter construct consisting of 6 copies of the consensus
cAMP response element (Arias et al., Nature 370, 226-229

(1994)), a minimal tk promoter, and the SEAP gene (Clontech).
The cell line was grown in Dulbecco's modified Eagle
medium/Nutrient Mixture F12 (DMEM/F12) containing 5%
FetalClone II (Hyclone, Logan, UT) supplemented with
5    penicillin, streptomycin, and amphotericin B.  The cells were
transferred to serum-free medium prior to measuring SEAP
activity.

Cells were washed twice with PBS and resuspended to a
final concentration of 2 x 10$^6$/ml with  DMEM/ F12.  Each well
10   of a 48-well plate was seeded with 2 x 10$^5$ washed cells at
37°C, overnight.  The wells were washed once with PBS.  100 nM
CCK solution with DMEM was prepared and serial diluted 1:3 4
times.  200 $\mu$l diluted CCK solution was added per well.  Then
200 $\mu$l/well DMEM/F12 was added to negative control wells.  The
15   wells were incubated at 37°C overnight.  100 $\mu$l supernatant
was transferred from each well to a Topcount Assay Plate.  100
$\mu$l assay buffer and 100 $\mu$l of 1x reaction buffer from Tropix
Phospha-Light Kit was added and incubated at room temperature
for 25 min on a shaker.

20   The plate was read with a Topcount luminometer
(Packard).  At 33 nM CCK, the reporter cells secreted 23-fold
more SEAP than the negative control wells without CCK
induction.

b.   Activation of Cells in a Nanogrid Format

25   Murine lymphoid cell line Baf/3 expressing the human
thrombopoietin receptor (huTPOr) linked through the fos
transduction pathway to the luciferase gene (fos promoter-lux)
was used in this example.  These cells, termed, Baf/3
huTPOr/fos/lux, respond to the presence of thrombopoietin
30   (TPO) or of a thrombopoietin mimetic (Cwirla et al., *Science*
276, 1696-1699 (1997)) with the production of luciferase which
is detectable and quantifiable by measuring the light emitted
after addition of its substrate, luciferin.

Baf/3 huTPOr/fos/lux were grown in the following
35   medium and conditions: RPMI 1640; Hepes 25 mM; 10% fetal
bovine serum; 3% WEHI-3 supernatant and antibiotics at 37C in
5% CO2.  Before the assay, the cells were starved of WEHI-3
supernatant by transferring them to a medium consisting of

RPMI 1640; Hepes 25 mM; 10% fetal bovine serum; 0.03% WEHI-3
supernatant. and antibiotics for 12-18 hr.  The cells were
washed in assay medium (RPMI 1640; Hepes 25 mM; 10% FBS) and
adjusted to a concentration of $2 \times 10^6$ cells/ml for the

5    standard assay and $1 \times 10^7$ cells/ml for the nanoreactor assay.
In the standard assay, 50 $\mu$l assay medium was added to each
well, followed by 10 $\mu$l 2 nM TPO agonist (Cwirla et al.,
*Science, supra*).  50 $\mu$l cells was added and the plate
transferred to 37°C for 2 hr.

10       In the nanogrid assay, a dam and gasket were fastened
to a nanogrid having 40,000 cubic wells.  500 $\mu$l of the 1 x
$10^7$ cell/ml preparation was added in the cavity formed by the
dam.  Cells were left to sediment for 30 min. The fluid above
the grid was decanted and replaced with 500 $\mu$l 200 pM TPO

15   agonist for 10 min. Thereafter, the dam was removed, a
dialysis membrane (1000 or 12000 MWCO) was overlayed on the
grid and the dam reassembled. The nanoreactor was transferred
to 37°C for 2 hr.

         After incubation, 100 $\mu$l of substrate was added to

20   each well of the standard assay.  The nanoreactor was
disassembled and cells flushed out of the grid.  Cell
concentration was adjusted to $1 \times 10^6$/ml.  100 $\mu$l of this cell
preparation was added to separate wells of the 96-well plate
and substrate was added as for the standard assay.  Light

25   emission was measured on a Packard Topcount luminometer.
Assays were done in triplicate and reported as average and
standard deviation.  The response of cells was about 5000 CPM
for both the cells in the 96-well assay format and the cells
in the nanogrid format  The results demonstrate that cells can

30   be activated in the nanoreactor to a level comparable to that
achieved in the standard 96-well assay.

         c.  Expression of a secreted acid phosphatase reporter
             in yeast
                 (1)  Yeast strain construction

35       The strain used in these experiments is designated
ARY84 (Mata prc1-407  prb1-1122  pep4-3  leu2,3-112  ura3-52
trp1 far1::ura3 Δhis3::APT2 FUS1::HIS3 Δste2::ura3
Δsst2::ura3 Δpho5::TRP1 LEU2::pCMGy64(::FUS1- PHO3)

[pRS416(URA3)-STE2]. This yeast is engineered to grow in the
presence of an agonist, and also to secrete acid phosphatase
as a result of agonist stimulation. The yeast strain used in
these experiments bears a mutation in the *SST2* gene to
5     enhance sensitivity to agonist, an inactivating mutation in
the *FAR1* gene to allow growth in the presence of agonist and
an inactivating mutation in the *HIS3* gene. The *FUS1* gene
promoter stimulates transcription of two reporter genes. The
first reporter gene is *HIS3* . 3-aminotriazole can be used to
10   titrate out the background activity of the HIS3 gene product
resulting in growth arrest due to histidine starvation.
Stimulation of *HIS3* transcription from the *FUS1* promoter
overcomes the inhibitory effect of 3-aminotriazole, allowing
growth of agonist-stimulated yeast cells. The second reporter
15   gene is *PHO3* (which was obtained by PCR from yeast genomic
DNA). This gene encodes secreted yeast acid phosphatase (see
Johnston & Carlson, in *The Molecular and Cellular Biology of
the Yeast Saccharomyce,* (eds. Jones et al., CSHP, 1992) Vol.
2, Ch. 5). *STE2* encodes the yeast $\alpha$-factor receptor. The
20   mutation in the *pho5* gene reduces the background of acid
phosphatase secreted by the yeast, though this mutation may
not be necessary.

                <u>(2)   Secretion of Acid Phosphatase from Yeast in</u>
                <u>Response to $\alpha$-Factor</u>

25         $\alpha$-factor is the natural peptide agonist of the yeast
$\alpha$-factor receptor. The term "Growth selection" refers to
growing the yeast in a defined medium (e.g., synthetic
complete) (see Rose et al., *Methods in Yeast Genetics:   A
Laboratory Course Manual* (CSHLP, 1990)) lacking histidine and
30   containing sufficient 3-aminotriazole to inhibit growth such
that yeast only grow when the HIS3 gene product is expressed
from the FUS1 promoter following stimulation of the STE2
receptor by $\alpha$-factor. Lack of growth selection is achieved by
leaving out the 3-aminotriazole and adding histdine.
35         Acid phosphatase activity in the yeast growth medium
was quantitated using a colorimetric assay with the substrate
*para*-nitrophenyl phosphate (pNPP), measuring the appearance of
yellow color (Payne et al., *Gene* 163, 19-26 (1995). When

yeast were grown under various growth conditions (+/- saturating (500 nM) concentrations of α-factor, between 26% and 69% of the total acid phosphatase activity is secreted into the medium (Table 1).

Table 1:  Secretion of acid-phosphatase activity into the medium by ARY84

| Time (Hrs) | alpha-factor | Growth Selection | % of total activity in medium |
|---|---|---|---|
| 24 | - | - | 26 |
| 24 | - | + | 49 |
| 24 | + | - | 69 |
| 24 | + | + | 63 |

When ARY84 is grown in the presence of 500 nM α-factor in the absence of growth selection (i.e., yeast grows irrespective of whether α-factor is added) there is a 16-20 fold increase in acid phosphatase activity in the medium after 24 hr compared to yeast grown under identical conditions in the absence of α-factor (Table 2).

Table 2:  Acid phosphatase activity in the medium after growth of ARY84 under various conditions for 24 hours.  Activity is in $OD_{405}$ units/minute utilizing the pNPP assay described in Payne et al (1995)

| | | Clone Number | |
|---|---|---|---|
| selection | alpha-factor | #1 | s3 |
| - | - | 0.003238 | 0.0061237 |
| - | + | 0.0648085 | 0.1000857 |
| + | - | 0.0018188 | 0.0017428 |
| + | + | 0.0127902 | 0.0289228 |

When ARY84 is grown with growth selection there is a 32-58 fold increase in acid phosphatase activity in the medium after 48 hours compared to yeast grown under identical conditions in the absence of α-factor (Table 3).

68

Table 3:   Acid phosphatase activity in the medium for ARY84
grown under "growth selection" conditions (i.e. lacking
histidine, + 10 mM 3-aminotriazole). Activity is in $OD_{405}$
units/minute utilizing the pNPP assay described in Payne et al
(1995)

pNPP acid phosphatase assay, 48 hr. culture medium

| clone | No alpha-factor | 500nM alpha-factor | Induction ratio |
|---|---|---|---|
| #1, + sel. | 0.001780952 | 0.05767619 | 32.4 |
| s3, + sel. | 0.001809524 | 0.106247619 | 58.7 |

These results show that in ARY84 secretion of acid
phosphatase is stimulated by the addition of α-factor.

d.   β-Galactosidase as a Reporter in Mammalian and

Yeast Cells

For expression in mammalian CHO K1 cells, the A. *Niger*
gene for secreted β-galactosidase was cloned into a generic
expression plasmid, (pAlpha+, T8, 12CA5, KH (see Koller et
al., Analytical Biochem., 250, 51-60 (1997)) such that the
native A. *Niger* signal sequence was substituted by the
mammalian T8 signal sequence, (MALPVTALLLPLALLLHAARPD). In
this plasmid, named pCMG68, expression of the β-galactosidase
gene was driven by the constitutive SR Alpha promoter which
achieves high levels of secreted beta-galactosidase
expression.

CHO K1 cells were transfected with pCMG68 and grown in
selective media containing 1 mg/ml G418. Once activity of the
transfected pool was established by addition of X-gal to
pooled supernatant, individual clones were sorted into 96-well
microtiter plates and grown for 7-14 days in selective media
with frequent changes in media to promote cell growth.

β-galactosidase activity of individual clone
supernatants was measured using the Galacton Star Assay
(Tropics) using 24-48 hr supernatants. Ideally, 33 μl of
cleared clone supernatant was added to 100 μl Galacton Star
Mix (standard concentration) in Ph 6.15 MES at 50 mM or Ph
4.75 acetic acid at 50 Mm and allowed to react for 30-45 min
at 37°C in a black Microflor B plate (Dynatech). The plate was
counted in a Packard Topcount machine. Typically 33 μl

supernatant gave 100,000-500,000 counts per sec after a 30 min
reaction.

  For testing secreted $\beta$-galactosidase at its optimum Ph
range (A. Niger secreted beta-galactosidase appears to have a
5   Ph optimum <Ph 4.75), an ONPG (2-nitrophenyl $\beta$-D-galactoside
hydrolysis assay was used. As in the Galacton Star™ Assay,
33 $\mu$l of cleared supernatant was added to 917 $\mu$l 50 Mm citric
acid buffer Ph 3.0 containing 0.8 mg/ml ONPG. The mix was
allowed to react for 45 min at 30°C and was then stopped by
10   adding 500 $\mu$l 1 M NaCO3. $\beta$-galactosidase activity was then
determined as a function of ONPG hydrolysis by measuring the
A420 of the solution. At 50 Mm citric acid, Ph 3.0, the
secreted $\beta$-galactosidase activity was about six-fold higher
than in 50 Mm MES buffer at Ph 6.15, and was about 15-fold
15   higher than the same reaction run in 50 Mm MOPS buffer at Ph
7.2.

  A second expression system links the A. Niger secreted
$\beta$-galactosidase gene to the yeast mating pathway/FUS1 promoter
induction system. Using the integrating beta-galactosidase
20   encoding plasmid pCMGy69 in concert with the yeast alpha
factor receptor (STE2) encoding plasmid, PRS416-STE2
(centomeric), a yeast strain designated ARY 110 was produced
with the following genotype; (far1 his3 sst2 FUS1-HIS3 FUS1-
sBeta-Gal STE2). Tests for $\beta$-galactosidase activity using the
25   substrates listed above, showed high levels of $\alpha$-factor-
inducible secreted $\beta$-galactosidase activity was observed in
yeast cell supernatants of the $\alpha$-factor-induced ARY 110
strain, but little beta-gal activity was observed in uninduced
cultures of ARY 110.
30   When induced using the yeast mating pheromone peptide
known as alpha-factor, beta-galactosidase activity levels up
to 79 fold over non-induced levels were observed in the
supernatants of ARY110 cultures. This demonstrates that in
yeast, an inducible, receptor- transduction-mediated, secreted
35   $\beta$-galactosidase reporter gene product can be actively
produced.


  e.   Cre reporter system

To regulate Cre function, the structural gene was
placed under the transcriptional control of the NFAT promoter,
the mouse mammary tumor virus (MMTV) promoter, and a synthetic
promoter containing 6 copies of a cAMP response element

5       (6cre). The NFAT construct was introduced into Jurkat cells
along with a reporter plasmid containing from 5' to 3', a CMV
promoter, a puromycin-resistant sequence flanked by loxP
sites, and a luciferase coding sequence. A stable clone was
isolated and then characterized. The cells were stimulated

10      with ionomycin and a phorbol ester for 24 hr, and the
luciferase activity was measured and compared to unstimulated
cells. Luciferase activity increased about 2-fold compared
with untreated cells, and was inhibited by cyclosporin. The
response was also compared to that of a stable clone

15      expressing luciferase directly from the NFAT promoter, and it
was found that the stimulated luciferase activity of the NFAT-
Cre clone was 40-fold higher than the NFAT-Luc clone.

To show that Cre recombinase functions in CHO reporter
cells, a cell line was stably transfected with a construct

20      containing from 5' to 3', a CMV promoter, a puromycin-
resistance encoding sequence flanked by loxP sites and a
luciferase coding sequence. Transient transfection of this
cell line with a plasmid expressing Cre recombinase from the
strong CMV promoter resulted in a 50-fold increase in

25      luciferase expression. A similar experiment was performed
with a CHO cell line transfected with a β-galactosidase
reporter plasmid in which the β-galactosidase coding sequence
was interrupted by a neomycin gene cassette flanked by frt
sites, recognition sites for the Flp recombinase. Transient

30      transfection of this cell line with a plasmid expressing Flp
resulted in a 1000-fold increase in beta-galactosidase
activity).

To show that Cre recombinase functions in yeast, Cre
was placed under the yeast GAL1 promoter and transformed into

35      a strain containing a URA3 gene flanked by loxP sites. Cells
were grown in raffinose-containing medium, and the Gal1
promoter was induced by adding galactose. After 15 minutes of
induction, over 60% of the yeast cells had undergone

recombination and lost the URA3 marker. By 30 min, over 90%
of the cells in the culture had recombined.


## 5.  Tether Marking Assays

### a.  Direct and Indirect Marking of Tether with SEAP

The following experiments illustrate two methods of
marking a tether using SEAP. The first shows that SEAP
expressed and secreted from transfected CHOK1 cells can
directly mark a peptide tether on a bead complex. The second
experiment shows that SEAP expressed and secreted from
transfected CHOK1 cells can indirectly mark an antibody tether
on a bead complex by alteration of a peptide in solution,
whereby the altered peptide binds to the tether.

### (1)  Direct Tether Marking

Two sets of 10 $\mu$m monobead complexes were synthesized
as before except that in one set the peptide tether was
phosphorylated. The tether was thus, either (phospho)-
YGGFLGGGGSK[biotin]-streptavidin or YGGFLGGGGSK[biotin]-
streptavidin. The concentration of the beads was 6,000
beads/$\mu$l. The phospho-YGGFL beads are referred to as ET-pY
(encoded peptide trimer + pYGGFL) and YGGFL beads are to as
ET-Y (encoded peptide trimer + YGGFL).

The CMV SEAP clone 3B9 (see above) was grown to 90%
confluence in two wells on a 6-well cell culture plates
(Limbro, Flow Laboratories); this is about 2.6 x $10^6$
cells/well. On another 6-well plate, nontransfected CHOK1
cells (without SEAP) were also grown to 90% confluence in one
well of the plate. These monolayers of cells were grown in
DMEM/F12, 10% FBS (Gibco), 1% Pen/Strep Fungizone (Bio
Whittaker).

The monolayers were washed with 5 ml of D-PBS 2x
(Gibco BRL) and once with 2 ml of the serum free assay media
DMEM/F12 SF which is DMEM/F12 (Gibco BRL), 1.0% BSA (USB
Fraction V, RIA grade), 10 mM L-homoarginine (Sigma), 1%
Pen/Strept (Bio Whittaker). 1 ml DMEM/F12 SF was added to each
monolayer. 300,000 ET-pY beads were added to one 3B9
monolayer and the CHOK1 monolayer. ET-Y beads were added to
the other 3B9 monolayer. All beads were added to the

72

monolayers in 50 µl DMEM/F12 SF. The bead complexes were
incubated on the monolayers for six hr in a 37°C cell
incubator.

This experiment was designed to compare staining of
the ET-pY beads added to 3B9 SEAP cells to those added to the
control CHOK1 cells. The 3B9 cells, which produce SEAP,
should remove the phosphate group from the peptide tether on
ET-pY complexes thereby enabling detection of the YGGFL
peptide with the monoclonal antibody 3E7 (Gramsch
Laboratories). Conversely, the CHOK1 cells, which do not
produce SEAP, should not remove the phosphate group from the
peptide tether on ET-pY complexes. With the phosphate group
still present, the peptide tether is incapable of binding with
3E7 Ab. ET-Y on 3B9 cells served as a positive control to
show that incubation of the peptide tether with cells and cell
products does not destroy the peptide. If intact after
incubation, the YGGFL peptide on these beads is detectable
with 3E7 Ab. Presence of bound 3E7 on all bead complexes was
detected with goat anti-mouse IgG2a R-PE. The results were
viewed with a Beckton Dickinson FACScan[tm] machine.

The beads were pipetted off the monolayers into
eppendorf tubes and the cells discarded. The beads from the
three different monolayers were kept separate. The beads were
washed as before and each bead population (condition) was then
divided in half. One half of each population was incubated
with 12.5 nM 3E7 prebound to 1.0 mg/ml protected oligo 5347
(random 50mer) for 30 min to reduce binding of 3E7 to complex
oligonucleotide tags. The other half was incubated with 12.5
Nm 3E7, prebound to 1.0 mg/ml protected oligo 5347,
precompeted with soluble 100 µM leucine enkephalin (YGGFL) for
30 min, (Peninsula Laboratories)). The precompeted 3E7
control is to determine the background or nonspecific binding
of 3E7 to the beads. All of the above were diluted in PBSTB
for a final volume of 250 µl/tube of beads. The 3E7 mixtures
were incubated with beads for 2 hr at 4°C on a shaker.

After incubation with +/- precompeted 3E7, the beads
were washed in 1 ml PBSTB 2x as before. Goat anti-mouse IgG2a
R-PE (Southern Biotechnology), was diluted 1:50 in PBSTB. It

was filtered through a 0.2µm filter basket (Costar Spin-X),
and added to the beads at 250 µl/tube.  The beads were
incubated with this stain for 20 min at room temperature on a
shaker.   The beads were washed with 1 ml PBSTB and
5   resuspended in 250 µl of the same.

        Results were analyzed by running the beads on a
FACScan[tm] machine.  FACScan settings were as follows:
Parameter 1 (Forward Scatter (FSC) detector) was set at an
amplifier gain of 2.03 in the linear mode.  Parameter 2 (Side
10  Scatter (SSC)) was set at an amplifier gain of 1.0 in the log
mode with a voltage setting of 180.  Parameter 3 (FL1
detector) was set at an amplifier gain of 1.0 in the log mode
with a voltage setting of 150.   Parameter 4 (FL2 detector)
was set at an amplifier gain of 1.0 in the log mode with
15  voltage setting of 260.  There was no compensation.  The
phycoerythrin conjugate on the goat anti-mouse IgG2a excites
at 488 nm and emits at 575-585; therefore, beads bound to goat
anti-mouse IgG2a can be detected with FL2 which detects light
from 564 nm to 606 nm.

20      The control, ET-Y complex peptides gave an FL2 signal
of 300, a 24-fold increase over the precompeted control
showing an FL2 signal of 12.5.  The 24-fold increase in signal
in the FACS is referred to as a shift of 24x.  The test ET-pY
complex peptides were dephosphorylated (i.e., marked), by the
25  3B9 SEAP cell monolayer, giving an FL2 signal of 22,  but not
marked by the CHOK1 cell monolayer showing an FL2 signal of
only 8, a shift of 2.5x.  This shift indicates that SEAP cells
can directly mark the modifiable tether on monobead complexes
in tether marking assays.

30          (2)  Indirect Marking

        In this experiment, SEAP is used to dephosphyorylate
the phosphorylated biotinylated peptide described above, which
then binds to a 3E7 tether on complexes.  The modified tether
was then detected with streptavidin conjugated to
35  Phycoerythrin (R-PE).

        The Gal4 DNA response element (5x UAS) was cloned
upstream of the SEAP reporter gene, driven by the tk promoter,
into the pGL3 vector (Promega).  The pSG5 vector (Stratagene)

74

was used to clone a Gal4 DNA Binding Domain/RARa (Retinoic
Acid Receptor alpha)(carboxy end) fusion.  These two plasmids
were simultaneously transiently lipofected into CHOK1 cells
using with Lipofectamine (Gibco BRL).  The lipofected cells

5      were seeded into individual wells on 2, 96-well culture plates
(Falcon).  The cells were grown for 16 hr in 100 $\mu$l/well
Optimem Media (Gibco) with 10% dilapidated serum (Sigma) that
was heat treated at 65°C for 45 minutes before adding to the
media.  Serum was heated to inactivate endogenous

10     phosphatases.  After 16 hr growth at 37°C, there were $10^4$
cells/well.  Cells in one plate were stimulated with 1 $\mu$M
retinoic acid; the cells in the other plate were not
stimulated.  Media was the same.  The plates were incubated in
the 37°C cell culture incubator for another 24 hr.  The

15     supernatants were removed from the individual wells on the
plates.  All supernatants from stimulated cells were pooled;
all supernatants from nonstimulated cells were pooled.  Both
were stored at 4°C overnight.  The cells were discarded.

       The next day, 100 $\mu$l of each supernatant was tested

20     for SEAP activity using the Tropix Chemiluminescent Assay Kit,
as before.  The supernatant from the cells stimulated with
retinoic acid produced about 0.52 units of SEAP/ml after 24 hr
stimulation with retinoic acid.  The supernatant from the
cells without stimulation with retinoic acid produced only

25     0.004 units of SEAP/ml after 24 hours.  This is a 126-fold
increase in SEAP production upon stimulation of the RARalpha
with 1 $\mu$M retinoic acid.

       A 10 $\mu$m bead complex was synthesized as before except
that the tether was the 3E7 antibody.  The antibody tether was

30     added to beads after synthesis of peptides and nucleic acid
tags.  3E7 was passively absorbed to the beads @ 0.1 mg/ml in
PBS 0.01% azide for two hr at room temperature on a shaker.
These beads are called ET-3E7 (encoded peptide trimer + 3E7
antibody).  The beads were washed twice in 1 ml PBSTB [PBS,

35     .05% Tween20 (Sigma), 0.1% BSA (USB, Fraction V, RIA grade)
.01% azide] by centrifuging at 14 krpm for 1 min, removing the
supernatant from the bead pellet and resuspending the pellet.
The beads were then blocked in 1 ml PBS 0.05% Tween 20, 1.0%

BSA, 0.01% azide overnight at 4°C on a shaker.  The beads were
washed as before, resuspended in 200 µl PBSTB and stored at
4°C.  The concentration of beads was 6,000/µl.

5   100 µl of cell supernatant, from aliquots of cells
which had or had not been stimulated with retinoic acid, was
added to 1.5 ml eppendorf tubes.  100 nM (1µl of stock)
soluble biotinylated peptide (AF12402), (phospho)-
YGGFLGGGGSK[biotin] referred to as pY, was added to each
supernatant.  Lastly, 50,000 ET-3E7 beads (8.3 µl bead stock)
10  were added to each supernatant.  The two tubes were vortexed
and incubated at 37°C on a shaker for 2 hr.

The beads were centrifuged and the supernatant
discarded.  The beads were washed as before.  The beads were
then stained with 250 µl of Streptavidin R-PE (Phycoerythrin
15  conjugate) (Sigma) @1:50 in PBSTB.  The stain was filtered
through a 0.2 µm filter basket (Costar Spin-X).  Beads and
stain were incubated together for 20 min at room temperature
on a shaker.  The beads were washed once as before, and
resuspended in 250 µl of PBSTB.

20  The results were analyzed by running the beads on a
FACScan[tm] machine, as before.  The ET-3E7 complexes incubated
with soluble peptide pY and supernatants from stimulated cells
showed tether marking with an FL2 signal of 100.  The ET-3E7
complexes incubated with soluble peptide pY and supernatants
25  from nonstimulated cells showed little tether marking with an
FL2 signal of 20.  These results show that cells can
indirectly mark the modifiable tether on bead complexes in
tether marking assays.

b.   Agonist Stimulated Marking by Secreted Acid
30  Phosphatase

A plastic 96-well immunoassay plate (Beckman #373660)
was coated with 0.41 µM streptavidin for 1 hour at 37°C.
After washing, it was blocked with 1 x PBS, 1% bovine serum
albumin (BSA) for 1 hr at 37°C.  After washing, 100 nM of
35  AF12402 ((H)-(Phospho-Y)GGFLGGGGSK(biotin)(OH)) in 1 x PBS,
0.1% BSA was incubated on the plate overnight at 4°C.  The
wells were washed with 1 x PBS and a yeast culture containing
ARY84 at a density of $OD_{600}$ = 0.1 in defined medium was added

to the plate.  The following conditions were tested: + growth
selection, no α-factor; + growth selection,  + 500nM α-factor.

After addition of yeast the culture was either removed
immediately (t=0; wells were filled with 1 x PBS/ 0.1% BSA) or

5  after 24 hr incubation at 30°C.  At the end of the incubation,
the wells were washed and developed using a standard protocol
with 1 nM 3E7 antibody for the primary development (4°C, 1 hr)
and 1/1000 diluted alkaline phosphatase conjugated goat anti-
mouse antibody (Gibco) at 4°C for 1 hr.  Binding of antibodies

10  was quantitated using a standard colorimetric alkaline-
phosphatase reaction (see Cull et al., PNAS 89, 1865-1869
(1992)).

The results of this experiment are shown in Table 4.
Table 4:  Well-marking activity by ARY84 grown under selective

15  conditions.  Activity is in $OD_{405}$ units/minute.

ELISA showing agonist-induced well marking by ARY84

|       | No alpha-factor | 500nM alpha-factor |
|-------|-----------------|--------------------|
| T=0   | 0.11            |                    |
|       |                 | 0.113              |
| T=24 Hrs | 0.214        | 0.8                |

At t=0 the wells show an $OD_{600}$ = 0.11 irrespective of whether

25  α-factor was present.  After 24 hr growth of yeast in the
wells, there is a 4-fold increase in $OD_{405}$ in the wells
containing α-factor compared to wells lacking α-factor ($OD_{405}$
=0.21 in the wells lacking α-factor, and 0.8 in the wells
containing α-factor).

30  These results demonstrate agonist-induced
dephosphorylation of pYGGFL leading to marking of ELISA wells
which have the tether attached to the surface of the plate.

c.  Tether Modification by Yeast Acid Phosphatase

This system employs yeast ARI 84 reporter cells

35  bearing an STE2 receptor and containing a reporter construct
in which a pho3 gene is linked to a FUS1 promoter.  Acid
phosphatase expressed by the yeast is used to dephosphorylate
the substrate phospho-YGGFL-linker-biotin.  As a result of
dephosphorylation, the substrate can bind to a 3E7 antibody

tether.   The biotinylated portion of modified tethers is
stained using a PE- or alkaline-phosphatase-conjugated
streptavidin.   Complexes with stained tethers are sorted by
FACS[tm].

5        ARY84 culture from a fresh, 4-10 day old patch was
grown in 3 ml SC minimal media minus Trp, Ura, Leu, pH
adjusted to 6.15 using  MES buffer 200 mM final at @30C
overnight in a tube rotator.   At A600, the growing culture was
diluted to 0.1 A600 in duplicate in pH 6.15 SC media minus
10      Trp, Ura, Leu.   One diluted culture was induced by addition of
alpha factor to 500 nM final concentration.   0.1 ml of the
appropriate diluted induced or uninduced culture was added to
wells of a BSA-blocked 96-well microtitre plate.   Wells were
blocked by treatment with 0.2 ml of PBS/1% BSA, overnight at
15      4°C shaking in triplicate.

A desired amount of monobeads (at about $1 \times 10^7$
beads/ml) was washed once in 0.5 ml methanol, and twice in 1
ml PBS, pH 7.5.   The beads were coated with antibody 3E7 using
0.5 ml 0.1 mg/ml 3E7 Ab solution for 2 hr at room temperature
20      on a shaker.   The beads were washed twice using PBS/1% BSA,
and then blocked in 1 ml PBS/1% BSA overnight at 4°C with
shaking.   The beads were washed twice in PBS/1% BSA then
resuspended in 0.5 ml PBS/0.1% BSA/0.01% sodium azide.   The
density of beads was determined and about $1 \times 10^5$ beads were
25      added to each well (after washing with PBS 0.1% BSA to remove
the azide).

AF12402 ((H)-(Phospho-Y)GGFLGGGGSK(biotin)(OH))
substrate was added to each well to a final concentration of
200 nM.   This was done in a small volume to prevent dilution
30      of the cell growth media.   20 $\mu$l 1.2 $\mu$M stock in 200 mM Tris
pH 7.4 was added to each well.   AF12861
YGGFLGGGGSK(biotin)(OH)) was added in separate wells at 200 nM
as a positive control.

After addition of beads and substrate to the wells,
35      the plate was placed open in a humidified chamber in a 30°C
incubator and allowed to grow and induce for 18-24 hr.   After
18-24 hr, cells and beads were removed from wells and placed
into a 1.5 ml eppendorf tube, washed twice in pH 7.5 PBS/ 0.1%

BSA, and resuspended in 300 μl of the same containing a 1:50 dilution of Streptavidin-PE conjugate stain. The stain was incubated at room temp for 2 hr with gentle shaking. The beads and yeast were washed four times in pH 7.5 PBS/0.1% BSA,
5      and resuspended in 350 μl PBS pH 7.5.

Staining was analyzed by running the beads through a Becton Dickinson FACScan$^{tm}$ machine. A 10-fold shift was observed between beads exposed for 18 hr to ARY 84b induced with alpha factor compared to yeast cells that were not
10     induced with alpha factor.

This procedure is adapted for screening a compound library for agonists of the yeast STE2 receptor in a nanowell grid as follows. Pre-synthesized encoded compound library beads are washed twice in 1 ml PBS, pH 7.5 and then blocked in
15     1 ml PBS/1% BSA at room temperature for 2 hr or overnight at 4°C shaking. Beads are then washed twice in PBS/1% BSA/azide, and resuspended in pH 7.5 PBS/0.1% BSA/ 0.02% azide. The beads are coated with antibody 3E7 using 0.5 ml 0.1 mg/ml 3E7 Ab solution for 2 hr at room temperature on a shaker.
20     ARY84 is propagated from a fresh, 3-4 day old patch in 3 ml SC minimal media minus Trp., Ura., Leu., Ph adjusted to 6.15 using MES buffer 200 Mm final, and incubated at 30° C overnight in a tube rotator. At A600, the growing culture is diluted to 0.2 A600 in duplicate in Ph 6.15 SC media minus
25     Trp, Ura, Leu. 200 Nm AF12402 (Phospho-YGGFL-biotin) is added followed by library beads.

The mixture is added to a nano-well array, blocked using PBS/1% BSA, overnight at 4°C. About 1 ml of culture is used per array including about 300,000 beads per 7 cm$^2$ array.
30     Yeast and beads were allowed to settle into nano-wells for 30-60 min.

After adding cells and beads to the nano-well array, photolysis is carried out to release compounds from the beads. Photolysis is carried out using a 30 minute exposure of 360 nm
35     light at 8 mW/ square cm intensity.

After photolysis, the plate is placed open (or covered with dialysis membrane) in a humidified chamber in a 30°C incubator and allowed to grow and induce for 18-24 hr. After

18-24 hr, beads and yeast cells are removed from nano-wells
and placed into a 1.5 ml eppendorf tube, washed twice in Ph
7.5 PBS/ 0.1% BSA, then resuspended in 300 μl of the same
containing a 1:50 dilution of streptavidin-PE conjugate stain.

5      The stain is incubated at room temp for 2 hr with mild
shaking.

          The beads and yeast are washed four times in pH 7.5
PBS/0.1% BSA, resuspended in 350 μl PBS pH 7.5. Results are
analyzed by running the beads through a Becton Dickinson

10     FACScan machine.

          d.   Marking of tether with BirA

          The BirA enzyme, which is normally nonsecreted,
catalyzes the addition of biotin onto a specific peptide
sequence (Schatz, *Bio/Technology* 11, 1138-1143 (1993). The

15     BirA peptide sequence was synthesized as a soluble, multiple
antigenic, tetrameric peptide (Fig. 9). The sequence of each
peptide is N-GGLNDIFEAQKIEWHEDTGGS-C. The soluble peptide
molecular weight was 9544.26. It was dissolved in 100% DMSO
to 1 mM and diluted to 100 μM, 10 μM, and 1 μM in PBS 0.05%

20     azide. The soluble tetrameric peptide was passively absorbed
to 200,000 plain monobeads (no DNA tags, no compounds) at each
of the above stated concentrations in 1.5 ml eppendorf tubes,
at a final volume of 500 μl/tube, for 1 hr at room temperature
on a shaker. The beads were washed twice in 1 ml PBSTB (PBS

25     .05% Tween20 (Sigma), 0.1% BSA (USB, fraction V, RIA grade,
.01% azide) by centrifuging at 14 krpm for 1 min, removing the
supernatant from the bead pellets and resuspending the
pellets. The beads were blocked in 1 ml PBS 0.05% Tween20,
1.0% BSA, 0.1% azide, for 1 hr at room temperature on a

30     shaker. The beads were washed as before, resuspended in 200
μl PBSTB and stored at 4°C.

          The next day, two tubes of beads were centrifuged at
14 krpm for 1 min, and the buffer removed from the bead
pellets. 400 μl of BirA buffer containing the purified BirA

35     enzyme was added to the beads, tubes were vortexed and
incubated for 1 hr at room temperature on a shaker.

          The BirA buffer was made up of 20 mM Tris pH 7.4
(Sigma), 100 μg/ml acetylated BSA (New England Biolabs), 10 μM

biotin, 5 mM MgCl$_2$ (Sigma) plus 10 $\mu$l/ml 100 mM ATP (Pharmacia
Biotech), 0.5% NP40 (Sigma) and 0.75 $\mu$g (1 $\mu$l) purified BirA
enzyme (per 500 $\mu$l buffer). BirA is ATP-dependent, so ATP was
added. Biotin was added so the enzyme biotinylates the
5     peptide substrate on the beads.

      After incubation with BirA enzyme, the beads were
washed as before. Streptavidin conjugated to R-PE
(Phycoerythrin) (Sigma) @ 1:20 in PBSTB was added to the beads
in a final volume of 250 $\mu$l/tube. Incubation with this R-PE
10    stain was for 20 min at room temperature on a shaker. The
beads were washed twice and resuspended in 400 $\mu$l PBSTB.

      Biotinylation of the peptides absorbed to the beads
was detected by binding streptavidin R-PE to the biotin on
marked peptides. Results were analyzed by running the beads
15    on a Beckton-Dickinson FACScan machine as before.

      The absorbed tetrameric peptide was marked well, even
at a 1 $\mu$M coating giving an FL2 signal of 950. Background
signal from BirA peptide substrate beads incubated with BirA
buffer containing no BirA enzyme showed an FL2 signal of 15
20    for a shift, (+/- BirA enzyme) of 63x.

      The next experiment shows similar marking of beads
with cell-produced BirA. The BirA substrate peptide N-
GGLNDIFEAQKIEWHEDTGGS-C was synthesized onto monobeads. The
beads did not have DNA tags or compounds. The beads were
25    blocked in 1 ml PBS 0.05% Tween20 (Sigma) 1.0% BSA (USB
Fraction V, RIA grade), 0.01% azide for 1 hr at room
temperature on a shaker.

      The beads were washed twice in 1ml PBSTB (PBS 0.05%
Tween20 0.1% BSA .01% azide) by centrifuging at 14 krpm for 1
30    min, removing the supernatant from the bead pellet and
resuspending the pellet. The beads were brought up in 200 $\mu$l
PBSTB, counted in a hemocytometer and stored at 4°C.

      The BirA gene was cloned into the alpha+KH vector and
stably transfected into adherent CHOK1 cells. The alpha+KH
35    vector without the BirA gene was also stably transfected into
adherent CHOK1 cells to serve as a negative control. Cells
were grown and expanded in T162 flasks (Falcon). At 80%
confluence, both cell lines were harvested with Veresene

1:5000 (Gibco) and resuspended in 10 ml D-PBS (Gibco). The
cells were centrifuged for 5 min at 800 rpm, washed with 10 ml
D-PBS, counted in the hemocytometer and centrifuged again.
The cells were resuspended in BirA buffer (20 mM Tris pH 7.4

5      (Sigma), 100 μg/ml acetylated BSA (New England Biolabs)), 10
μM biotin, 5 mM MgCl$_2$ (Sigma) plus 10 μl/ml 100 mM ATP
(Pharmacia Biotech), 0.5% NP40 (Sigma)] at a concentration of
1x10^7 cells per 400 μl. Aliquots of 400 μl of each cell line
were placed into 1.5 ml eppendorf tubes. The cells were lysed

10     by freeze-thaw by alternating the tubes between a dry
ice/ethanol bath and a 37°C heat block. The tubes were
alternated between these conditions three times, leaving the
tubes in both conditions about 2 minutes each time. The lysis
was to release the BirA gene from the cells since it is

15     normally a non-secreted protein. The lysed cells were
centrifuged at 14 krpm for 5 min to pellet the cell debris.
The lysates (from 1x10^7 cells) of each cell line were
transferred to new 1.5 ml eppendorf tubes. 40,000 of the BirA
peptide substrate beads were added to both tubes of lysates.

20     The lysates and beads were incubated together for 1 hr at 37°C
on a shaker.

        The beads were pelleted by centrifuging at 14 krpm for
1 min. The lysate supernatants were discarded and the beads
washed 3x in PBS 1% BSA, 0.01% azide by resuspending the

25     beads, centrifuging as above and removing the wash
supernatants. The beads were stained with streptavidin R-PE
(Phycoerythrin) (Sigma) @ 1:20 in PBS 0.1% BSA 0.01% azide in
a final volume of 250 μl/tube. Incubation was for 20 min at
room temperature on a shaker. The beads were washed twice as

30     before, and resuspended in 250 μl PBS 0.1% BSA, .01% azide.
        Results were analyzed by running the beads on a
Beckton-Dickinson FACScan^tm machine, as before. The data
showed that peptide substrated beads incubated with lysates
containing the BirA enzyme were biotinylated and detectable

35     with the streptavidin R-PE. The FL2 signal from these beads
was 236. The peptide substrate beads incubated with lysates
not containing the BirA enzyme did not get marked and were
detectable with streptavidin R-PE at only a background level.

82

The FL2 signal from these beads was 25. This is a ten-fold difference in signal +/- BirA enzyme production.

### e. Tether Marking by Tpa/Plasminogen Reporter System

This procedure illustrates the use of signal amplification in tether marking. Tissue plasminogen activator (tPA) produced by CHO cells catalytically converts plasminogen into plasmin, which in turn cleaves the peptide on the bead at the R-Y bond. The exposed YGGFL N-terminus is then available to bind to the 3E7 antibody (i.e. the tether has been marked). A 1/1000 diluted culture supernatant gives an easily detectable shift.

Washed beads were coated with 1 ml of 1 mg/ml Streptavidin; RT, 1 hour on shaker. The beads were washed with PBS 2X. The beads were blocked with 1.5 ml of PBT for 1 hr on a shaker at room temperature. The beads were washed twice with PBS. 1 ml 10 $\mu$M Ac-GIYRYGGFLGGGGSK(biotin)(OH) (AFFY3-20-MBH, SynPrep) in PBT was added and the mixture was incubated at room temperature for 1 hr on shaker. The beads were washed twice with PBS. The beads were resuspended in 1.5 ml PBT and split into 13 microcentrifuge tubes. 25 $\mu$l of 0.25 U/ml Human Plasminogen (Sigma) was added to tubes #1 to 12 and then 1 ml of CHO/tPA (ATCC CRL-9606) culture supernatant with or without 10 % FCS (Fetal Calf Serum) at 1:10, 1:$10^2$, 1:$10^3$, 1: $10^4$, 1:$10^5$ dilution was added to tube #1 to 10 respectively. 1 ml of CHO-K1 cell culture supernatant was added to tube #11 (negative control of CHO Cell supernatant); 1 ml of 25 U/ml tPA was added to tube #12 (positive control), and 1 ml of PBT (negative control of the reagents) was added to tube #13. The tubes were incubated at room temperature for 1 hour on shaker. The beads were washed twice with PBS. 0.5 ml/tube of 1 ug/ml 3E7 was added and the tubes were incubated at room temperature for 30 min on shaker. The beads were washed twice with PBS. 0.25 ml/tube of 1:50 goat anti-Mouse IgG2a-PE (Fisher Hamilton) in PBT was added and the tubes were incubated for 30 min on shaker. The beads were washed three times with PBST. The beads were resuspended in 300 $\mu$l PBT. Staining was analyzed on a FACScan (488/575, excitation/emission), as above.

It was found that beads treated with 1:10^4 to 1:10
diluted CHO/tPA supernatant with 10% FCS yielded a shift of
1.25x to 15x respectively compared with PBT negative control
beads (see Table 5). There was almost no tPA activity from
5    the negative control CHO-K1 cell supernatant. tPA activity
from serum-free culture was about 10 times less compared with
tPA activity from 10% FCS culture supernatant.

<div align="center">

TABLE 5

</div>

| Dilution | Shift |
|----------|-------|
| 1:10 | 15 |
| 1:100 | 13 |
| 1:1000 | 4.2 |
| | 1.25 |
| | 1.05 |

### 6.   Competition Assay

#### a.   Receptor Immobilized to Well

This procedure illustrates a competition assay that
can be used to identify compounds that bind to the IL-1
receptor. In this experiment, an IL-1 type I receptor is
fused to a human IgG1 Fc region (thus making a bivalent
receptor). The bivalent receptor was immobilized to
25    microtiter plate surface using a peptide (AF12413--see below
for sequence) fused to MBP (maltose binding protein).
Peptides from this family have previously been shown to bind
in the ligand-binding pocket of the receptor (see Yanofsky et
al., *Proc. Natl. Acad. Sci. USA*, 93,   7381-7386 (1996)). In a
30    library screening for compounds that compete with the peptide
for binding to the ligand binding pocket, the released AP
activity modifies the tether of library complexes having
active competitors.

A 96-well plate (Immulon 4, Dynatech) was coated with
35    100 $\mu$l/well 10 $\mu$g/ml MBP-AF12413 (MBP-G4S-DNTAWYERFLLQYN) in
PBS and incubated at 37°C for 1 hour. The wells were washed
three times with PBS. The wells were blocked with 300 $\mu$l/well
PBT at 37°C for 1 hr and wash twice with PBS.   100 $\mu$l/well of
1:100 IL-1RFc (OD280 of the stock is 0.24, baculovirus

expressed, purified by protein A column) in PBT was added and
incubated at room temperature for 1 hr on a shaker. The wells
were washed twice with cold PBST. 100 µl of 1:500 goat anti-
human IgGFc-AP (Sigma) in PBT was added, and incubated at room

5    temperature for 90 min on a shaker. The wells were washed
three times with warm (37°C) PBST. 100 µl/well 100, 10, 1,
0.1, 0.01 µM AF12304 (NH2-YEWTPGYYQJY-NH2) (IC50 in IL-1R
binding assay is about 2 nM) in PBT, and PBT only, were added
to different wells in duplicate and incubated at room

10   temperature for 45 min on shaker. 40 µl/well was transferred
to wells containing 180 µl/well of alkaline phosphatase
substrate (1 mg/ml of PNPP in Diethanolamine Buffer). The
plate was read at A405 on kinetic mode for 3 hours (Table 6).

15                                    Results

| Competitor Concentration (µM) | Amount of AP Activity Released Compared to No Competition |
|---|---|
| 0 | 1 |
| 0.01 | 1.2 |
| 0.1 | 4.2 |
| 1 | 23 |
| 10 | 29 |
| 100 | 28 |

The results show that released AP-labelled receptor increases
25   as the concentration of competing peptide is increase.

        b.  Receptor Immobilized to Reservoir Bead
        This example uses two classes of beads referred to as
reservoir beads and library beads. The reservoir beads have
receptor immobilized via a known ligand. The library beads

30   have compounds to be screened, identifier tags and tethers as
before. A compound released from a library bead competes a
labelled receptor from a reservoir bead, and the labelled
receptor, directly or indirectly, modifies a tether on
proximate library beads. Both sets of beads can be added to

35   nanowells for performing the assay.
        500 µl beads (Polysciences, Inc., 2.5% Solids-latex, 2
µm) were washed twice with PBS, resuspended in 1 ml of PBS

and split into 5 tubes (a, b, c, d, e).  300 μl 1 mg/ml
coating protein was added per tube and incubated at 37°C for 3
hr on shaker.  The beads were washed with PBT.  Coating
proteins were added in the five tubes as follows: a. BSA-

5      Biotin (Sigma), b. BSA (LC)-Biotin (Sigma), c.  Hemocyanin-
Biotin (Sigma), d. Streptavidin (Gibco BRL), e.  Biotin-MBP-
AF12413 [MAGGLNDIFEAQK(biotin)IEWHEDTGGS-maltose      binding
protein-DNTAWYERFLLQYN].

      The beads were blocked with 1 ml PBT and incubated at

10     room temperature overnight on shaker and washed with PBT.  300
μl of 1 mg/ml streptavidin and 1.2 ml PBT were added to a, b,
c, tubes, which were incubated at ; 37° C for 1 hour on
shaker.  The tubes were washed twice in PBS.  164 μl 0.347
mg/ml biotin-MBP-AF12413 and 1 ml of PBT were added to tubes

15     a, b, c, d tubes, which were incubated at 37°C for 1 hr on a
shaker.  The tubes were washed twice with PBS.  570 μl of 1:10
diluted IL-1RFc was added to each tubes (a to e) and the tubes
were incubated at 37° C for 1 hour on shaker, and washed twice
with PBS.  570 μl 1:50 diluted goat anti-human IgGFc-AP was

20     added to each tube and incubated at 37°C for 1 hour on a
shaker.  The tubes were washed three times with warm (37° C)
PBST.  The beads were resuspended with 1 ml PBT each tube and
split into 5 tubes giving a total of 25 tubes.  570 μl 100,
10, 1, 0.1 μM AF12304 or PBT only, was added to the different

25     tubes, which were incubated at 37° C for 1 hour on shaker.
The tubes were spun at 14,000 rpm for 2 min.  2 x 50 μl
supernatant from each tube was added to new wells of a 96-well
plate.  200 μl of AP substrate buffer was added to each well.
The Vmax of A405 of the wells are shown in Table 7.

30

Table 7:   Amount of AP activity released compared to no competition

| Competitor concentration | BSA-Biotin | BSA (LC)-Biotin | Hemocyanin-Biotin | Streptavidin | Biotin-MBP-AF12413 |
|---|---|---|---|---|---|
| 100 | 3.4 | 5.7 | 5.2 | <1 | <1 |
| 10 | 2.7 | 4.4 | 4.2 | <1 | <1 |
| 1 | 3.1 | 5.4 | 4.2 | <1 | <1 |
| 0.1 | 1.1 | 1.5 | 1.6 | <1 | <1 |
| 0 | 1 | 1 | 1 | 1 | 1 |

The experiment shows that the beads coated with streptavidin or biotin-MBP-AF12413 produced only background signals, and the beads coated with protein-Biotin showed, at 1 $\mu$M AF12304 competition, a 3.1 to 5.4 increased AP activity released compared to beads without competition. Thus, a reporter immobilized to reservoir beads can be released by competitive binding thereby allowing it to modify the tethers of proximate beads bearing compounds to be screened.

## 7.   Recovering Marked Beads by Gold Sorting

This example uses gold sorting to separate beads with a modified tether from those with an unmodified tether (or a less heavily modified tether). Gold sorting is particularly useful to perform separations with large numbers of beads (generally greater than $10^6$).

Monobeads were washed with 50% methanol in PBS 1x, then PBS 2x. The beads were coated with 1 ml of 1 mg/ml streptavidin in PBS and incubated at RT for 1 hour on shaker. The beads were washed with PBS 2x. The beads were blocked with 1 ml PBT (PBS + 1% BSA + 0.05% Tween-20) and incubated at room temperature for 1 hour on shaker. The beads were washed with PBS 2x. 1 ml of 10 $\mu$M AF12861 [(H)-YGGFLGGGGSK(biotin)(OH)] in PBT was added and incubated at room temperature for 1 hour. The beads were washed 2x with PBS. 3E7 was preincubated at 12.5 nM, with 1, 10, 100, 1,000 $\mu$M of YGGFL for about 45 min at room temperature on a shaker. The beads were split into 5 microcentrifuge tubes and 400 $\mu$l of 3E7 with 1, 10, 100, 1,000 $\mu$M YGGFL or without YGGFL

inhibition, was added to different tubes. The tubes were
incubated at room temperature on a shaker for 50 min and
washed twice with PBS.

5        500 μl/tube of rabbit anti-mouse IgG (Tago
Immunologicals), 1:1000 diluted with PBT was added and the
tubes were incubated at room temperature for 40 min on a
shaker, and washed twice with PBS. Goat anti-rabbit IgG-gold
conjugate (Bio-rad) was passed through a 0.22 μm filter
(Costar Spin-X) to remove aggregates. 250 μl gold conjugate
10      was added to each tube and the tubes were incubated at room
temperature on a shaker for 30 min, then left in a cold room,
on shaker, overnight. The beads were washed on a 0.22 μm
filter 2x with PBS (to remove unbound gold conjugate).

         250 μl/tube 1:20 diluted goat anti-rabbit IgG-PE was
15      added and incubated at room temperature for 30 min on shaker.
The tubes were washed 2x with PBS. The beads were resuspended
with 44% (Brix%, measured by digital refractometer, ATAGO)
sucrose in PBS and the beads were mixed into one tube. The
tube was spun at maximum speed and the pellet was collected
20      (#1), and the Brix% of supernatant was measured. A small
volume at a time of 22% sucrose in PBS was added to the
supernatant, which was spun, and the pellet(#2) was collected,
and the Brix% of the supernatant was determined. The previous
step was repeated 11 several times until there were no more
25      beads that precipitate from the supernatant. Each pellet was
resuspended with 300 μl of PBT and analyzed on FACScan.

         This experiment shows that gold sorting is a good tool
to separate beads with modified tethers beads with unmodified
tethers. Further, beads with different degrees of
30      modification can be isolated by changing the concentration of
the sucrose. In this case, the strong positive beads, 3E7
stained beads without YGGFL or with 1, 10 μM YGGFL
competition, all precipitate at 44% sucrose. The weak
positive beads, beads with 100 μM YGGFL competition,
35      precipitate at 38.2% sucrose, and the negative beads, with 1
mM YGGFL competition and plain beads, precipitate at 36.1%
sucrose. FACScan analysis of these beads indicates that this

technique can separate positive beads from negative beads with as little as 3x shift.

From the foregoing, it should be apparent that many of the described methods have several general features which can
5    be expressed concisely as follows. The methods entail the use of a complex comprising a compound under test, and a tether susceptible to modification to screen the compound for a desired activity, whereby the desired activity can be determined from the presence or absence of modification of the
10   tether. In many uses, the complexes further comprise a tag recording at least one step in synthesis of the compound borne by the complex. After modification of tags, at least one step in the synthesis of a compound having the desired activity can be determined by decoding the tag. Although the foregoing
15   invention has been described in detail for purposes of clarity of understanding, it will be obvious that certain modifications may be practiced within the scope of the appended claims. All publications and patent documents cited above are hereby incorporated by reference in their entirety
20   for all purposes to the same extent as if each were so individually denoted.

WHAT IS CLAIMED IS:

1.  1.   A method of screening compounds for a desired property,
2.  the method comprising:
3.        providing a library of complexes, each library complex
4.  comprising a compound under test, a tag recording at least one
5.  step in the synthesis of the compound, and a tether
6.  susceptible to modification by a reporter molecule, wherein
7.  one or more, but not all, of the library complexes have a
8.  tether that has been modified by the reporter molecule, the
9.  modification indicating that the one or more library complexes
10. bear compound(s) having the desired property;
11.       separating at least one library complex having a
12. modified tether from the library by virtue of the modified
13. tether; and
14.       decoding the tag of the library complex having the
15. modified tether to identify at least one step in the synthesis
16. of a compound having the desired property.

1.  2.   The method of claim 1, wherein the desired
2.  property is capacity to transduce a signal through a cellular
3.  receptor and the method further comprises:
4.        contacting the library complexes with cells having a
5.  receptor and a DNA segment encoding a reporter molecule;
6.  whereby at least one compound transduces a signal through the
7.  receptor of a cell causing release of reporter molecule
8.  expressed from the DNA segment from the cell, which reporter
9.  molecule modifies the tether of the library complex comprising
10. the compound transducing the signal, whereby the library
11. complex having the modified tether is isolated by virtue of
12. the modified tether, and the tag of the library complex
13. identifies at least one step in the synthesis of the compound
14. transducing the signal.

1.  3.   The method of claim 1, wherein the desired
2.  property is capacity to bind to a cellular receptor, and the
3.  method further comprises exposing the library complexes with
4.  second complexes comprising a ligand specifically bound to the
5.  receptor, whereby either the ligand or receptor is immobilized

6     to a support and the other is linked to a reporter molecule,

7     whereby at least one compound competitively dissociates the

8     ligand and the receptor, thereby allowing the linked reporter

9     molecule to modify the tether of the library complex

10    comprising the compound that competitively dissociates the

11    ligand and the receptor; and

12       isolating the library complex having the modified tether,

13    wherein the tag of the library complex identifies at least one

14    step in the synthesis of the compound that competitively

15    dissociates the ligand and the receptor.

1         4.   The method of claim 2 or 3, wherein each library

2    complex further comprises a support bearing the compound under

3    test, the tag and the tether.

1         5.   The method of claim 4, wherein the support is a

2    bead.

1         6.   The method of claim 4, wherein the support is at

2    least two linked beads.

1         7.   The method of claim 4, further comprising freeing

2    the compounds from the supports.

1         8.   The method of claim 7, wherein the compounds are

2    linked to the supports by a photocleavable linker and the

3    compounds are freed from the supports by exposure to

4    radiation.

1         9.   The method of claim 7, wherein first and second

2    aliquots of each compound are linked to the supports by first

3    and second linkers, whereby the first and second aliquots of

4    compound can be separately freed from the supports on cleaving

5    the first and second linkers.

1        10.   The method of claim 7, wherein the freeing step

2    is incomplete leaving the supports bearing residual amounts of

3    the compounds.

1        11.   The method of claim 4, wherein the tags are
2   nucleic acids or inert hydrocarbons.


1        12.   The method of claim 1, wherein the compounds are
2   selected from the group consisting of polypeptides, beta-turn
3   mimetics, polysaccharides, phospholipids, hormones,
4   prostaglandins, steroids, aromatic compounds, heterocyclic
5   compounds, benzodiazepines, oligomeric N-substituted glycines,
6   oligocarbamates, thiazolidinones and imidizolidinones.


1        13.   The method of claim 2, wherein the reporter
2   molecule is operably linked to a signal sequence that directs
3   the secretion of the reporter molecule from the cell.


1        14.   The method of claim 13, wherein:
2       the reporter molecule is operably linked to a phospholipid
3   anchoring sequence,
4       the reporter molecule is secreted from the cell, where it
5   binds to phospholipid on the cell surface through the
6   phospholipid anchoring sequence; and
7       the method further comprises treating the cells with a
8   phospholipase to release the reporter molecule.


1        15.   The method of claim 2, wherein the reporter
2   molecule is released by lysis of the cells.


1        16.   The method of claim 2, wherein the receptor is a
2   cell surface receptor.


1        17.   The method of claim 16, wherein the receptor is
2   heterologous to the cells.


1        18.   The method of claim 17, wherein the receptor is a
2   G-protein coupled receptor, a cytokine receptor or a growth
3   factor receptor.


1        19.   The method of claim 2, wherein the reporter
2   molecule is expressed from a fos promoter or a segment thereof

3    effective to promote transcription, which promoter or segment
4    is activated by the signal transduced through the receptor.


1            20.   The method of claim 2, wherein the library
2    complexes are contacted with the cells in a gel matrix.


1            21.   The method of claim 2, wherein the library
2    complexes are contacted with the cells in wells of a plate,
3    whereby after release from the cell, the reporter molecule is
4    confined within the well containing the cell and can only
5    modify the tethers of library complexes within that well.


1            22.   The method of claim 3, wherein the library
2    complexes are contacted with secondary complexes within the
3    cells of a plate, whereby after the competitive dissociation
4    the reporter molecule is confined within a well and can only
5    modifying the tethers of library complexes within that well.


1            23.   The method of claim 21 or claim 22, wherein the
2    plate contains at least 10,000 wells.


1            24.   The method of claim 21, wherein first and second
2    aliquots of the compounds are linked to the supports by first
3    and second linkers, and the method comprises at least two
4    cycles of screening,
5        the first cycle comprising:
6            contacting the supports with the cells such that at
7    least some wells each contain a plurality of supports,
8            freeing the first aliquots of compounds from the
9    supports, whereby in a well containing a support bearing a
10   transducing compound, the transducing compound transduces the
11   signal through the receptor of a cell causing expression of
12   the reporter molecule, which reporter molecule is released
13   from the cell and modifies the tether of the library complex
14   comprising the compound transducing the signal as well as the
15   tethers of other compounds in the same well, and
16       the second cycle comprising

17          isolating the supports having modified tethers and
18     converting the modified tethers to unmodified tethers,
19     contacting the isolated supports having unmodified tethers
20     with the cells in wells of a fresh plate whereby at least some
21     wells each contain a single support,
22          freeing the second aliquots of the compounds from the
23 ·   isolated supports having unmodified tethers, whereby the
24     transducing compound transduces the signal through the
25     receptor of a cell causing expression of the reporter
26     molecule, which reporter molecule is released from the cell
27     and modifies the tether of the support comprising the compound
28     transducing the signal, whereby the support bearing the
29     modified tether is isolated and the tag of the support
30     identifies at least one step in the synthesis of the compound
31     transducing the signal.


1          25.   The method of claim 4, wherein the reporter
2     molecule is protease and the tether has a site cleavable by
3     the protease.                              ʼ


1          26.   The method of claim 25, wherein the reporter
2     molecule cleaves a proteolytic cleavage site in a fusion
3     protein comprising a secondary reporter, the proteolytic
4     cleavage site and a peptide inhibitor of the secondary
5     reporter, whereby the secondary reporter is released from the
6     peptide inhibitor, which secondary reporter modifies the
7     tether of the library complex of the compound transducing the
8     signal.


1          27.   The method of claim 4, wherein the reporter
2     molecule is BirA and the tether has a site susceptible to
3     biotinylation by BirA.                     :          -


1          28.   The method of claim 4, wherein the cells further
2     comprise a second segment encoding a second reporter molecule
3     whose expression is induced by the signal, which second
4     reporter molecule modifies or induces the reporter molecule,
5     whereby the reporter molecule modifies the tether.

1       29.  The method of claim 4, wherein the reporter
2   molecule is constitutively expressed, and the cells further
3   comprise a second segment encoding a second reporter molecule
4   whose expression is induced by the signal, which second
5   reporter molecule lyses the cell causing release of the
6   reporter molecule whereby the reporter molecule modifies the
7   tether.


1       30.  The method of claim 4, wherein the cells further
2   comprise a second DNA segment encoding a site-specific
3   recombinase, and the DNA segment contains a gene encoding the
4   reporter molecule, which gene is disrupted by an inactivating
5   sequence flanked by sites recognized by the site-specific
6   recombinase, whereby the transducing compound causes
7   expression of the site-specific recombinase, which excises the
8   inactivating sequence from the gene resulting in expression of
9   the reporter molecule, which is released from the cell and
10  modifies the tether of the library complex from which the
11  compound was released.


1       31.  The method of claim 30, wherein the site-specific
2   recombinase is cre and the sites recognized by the recombinase
3   are loxP sites.


1       32.  The method of claim 30, wherein the site-specific
2   recombinase is Flp and the sites recognized by the recombinase
3   are frt sites.


1       33.  The method of claim 25, wherein the reporter
2   molecule is tPA, the tether has a site cleaved by plasmin, and
3   the method further comprises contacting the cells with
4   plasminogen, whereby the tPA cleaves the plasminogen
5   generating plasmin which modifies the tether.


1       34.  The method of claim 1, wherein the library
2   complex bearing the modified tether is separated from library
3   complexes bearing unmodified tethers by screening with a

4  labelled receptor having specific affinity for the modified
5  tether.

1       35.   The method of claim 1, wherein the library
2  complex bearing the modified tether is isolated from library
3  complexes bearing unmodified tethers by screening with a
4  labelled receptor having specific affinity for the unmodified
5  tethers.

1       36.   The method of claim 35, wherein the label is
2  gold.

1       37.   The method of claim 1, further comprising mixing
2  the compound having the desired property with a pharmaceutical
3  carrier.

1       38.   The method of claim 1, wherein at least $10^6$
2  compounds are provided.

1       39.   The method of claim 1, wherein the compounds are
2  polymers and the tags identify each monomer component of the
3  polymers.

1       40.   The method of claim 2, wherein a plurality of
2  compounds transduce the signal through the receptor of a
3  plurality of cells, and the reporter molecule secreted by each
4  of the plurality of cells modifies the tether of the support
5  from which the compound transducing the signal in that cell
6  was released.

1       41.   The method of claim 2, wherein the cells have a
2  second DNA segment encoding a second reporter molecule, and
3  the signal transduced through the receptor of the cell by the
4  compound causes expression of the reporter and second reporter
5  molecules, whereby the second reporter molecule activates the
6  reporter molecule and the activated reporter molecule modifies
7  the tether.

1       42.  The method of claim 2, wherein the cells have a
2   second receptor and a second DNA segment encoding a second
3   reporter molecule, whereby
4           (1)  a compound under test, which has the
5   capacity to transduce a signal through the receptor and the
6   second receptor,
7           transduces a signal through the receptor and the
8   second receptor causing expression of the reporter molecule
9   and the second reporter molecule, whereby the second reporter
10  molecule inactivates the reporter molecule rendering it
11  incapable of modifying the tether,
12          (2)  a compound under test, which has the
13  capacity to transduce a signal through the receptor but not
14  through the second receptor,
15          transduces a signal through the receptor of the cell
16  causing expression of the reporter molecule, which is released
17  from the cell and modifies the tether of the support from
18  which the compound transducing the signal was released,
19  thereby indicating that the compound has the capacity to
20  transduce a signal through the receptor but not through the
21  second receptor.


1       43.  The method of claim 42, wherein the cells
2   comprise first and second cells, the first cells having the
3   DNA segment encoding the reporter molecule and the second
4   cells having the second DNA segment encoding the second
5   reporter molecule, wherein the reporter and second reporter
6   molecules are released from the first and second cells before
7   the second reporter molecule inactivates the reporter
8   molecule.


1       44.  The method of claim 1, wherein the desired
2   property is capacity to inhibit enzymatic modification of a
3   substrate, and the method further comprises:
4     .  contacting the library complexes with the enzyme and
5   releasing the compounds from the library complexes within a
6   matrix that retains a released compound in proximity to the
7   library complex from which it was released, whereby the enzyme

8    modifies the tether of library complexes from which compounds
9    lacking enzyme inhibiting activity were released without
10   modifying the tether of at least one library complex from
11   which a compound having enzyme inhibiting activity was
12   released due to protection of the tether by the compound,
13        whereby at least one library complex having the unmodified
14   tether is isolated and the tag of the library complex
15   identifies at least one step in the synthesis of the compound
16   with inhibiting activity.

1         45.   The method of claim 44, wherein the compounds are
2    released from the library complexes after contacting the
3    library complexes with the enzyme.

1         46.   The method of claim 45, wherein the enzyme is a
2    protease, phosphatase, kinase, glycosylase, or polymerase.

1         47.   The method of claim 45, wherein the enzyme is a
2    protease and the tether is a protein containing a site
3    cleavable by the protease.

1         48.   The method of claim 4, wherein the reporter
2    molecule is β-galactosidase and the tether comprises β-D-
3    galactose linked to a molecule, and the reporter modifies the
4    tether by cleaving the β-D-galactose from the molecule.
5

1         49.   The method of claim 1, wherein the desired
2    property is capacity to antagonize a receptor, and the method
3    further comprises:
4              contacting the library complexes with cells having a
5    receptor and a DNA segment encoding a reporter molecule under
6    conditions in which growth of the cells is inhibited in the
7    absence of an antagonist to the cellular receptor, whereby at
8    least one compound antagonizes the receptor of a cell,
9    stimulating growth of the cell and expression of reporter
10   molecules, which are released from the cell and modify the
11   tether of the library complex comprising the compound

12    antagonizing the receptor, whereby the library complex having
13    the modified tether is isolated by virtue of the modified
14    tether, and the tag of the library complex identifies at least
15    one step in the synthesis of the compound transducing the
16    signal.

1         50.  The method of claim 1, further comprising
2     releasing the compounds from the library complexes into a
3     medium, whereby one or more of the compounds with capacity to
4     bind to, agonize or antagonize a receptor, causes release of a
5     reporter molecule into the medium, whereby the reporter
6     molecule modifies the tether(s) of complex(es) of the one or
7     more compounds.

1         51.  The method of claim 2, wherein the released
2     reporter molecule modifies a soluble secondary reporter
3     molecule, which modifies the tether of the library complex
4     comprising the compound transducing the signal.

1         52.  A method of screening compounds for capacity to
2     bind to a receptor, comprising:
3         providing a plurality of library complexes, each library
4     complex comprising a compound under test, a tag recording at
5     least one step in synthesis of the compound, and a tether
6     susceptible to modification by a reporter molecule;
7         exposing the library complexes with second complexes
8     comprising a ligand specifically bound to the receptor,
9     whereby either the ligand or receptor is immobilized to a
10    support and the other is linked to a reporter molecule,
11    whereby at least one compound competitively dissociates the
12    ligand and the receptor, thereby allowing the linked reporter
13    molecule to modify the tether of the library complex
14    comprising the compound that competitively dissociates the
15    ligand and the receptor; and
16        isolating the library complex having the modified tether,
17    wherein the tag of the library complex identifies at least one
18    step in the synthesis of the compound that competitively
19    dissociates the ligand and the receptor.

1          53.  The method of claim 52, wherein the ligand is
2     immobilized and the receptor is linked to the reporter
3     molecule as a fusion protein.


1          54.  The method of claim 53, wherein the receptor is
2     immobilized by its expression on the outer-surface of a cell
3     and the ligand is linked to the reporter molecule.


1          55.  The method of claim 54, wherein the reporter
2     molecule is a second ligand, which reports by transducing a
3     signal through a second receptor expressed by a cell which
4     causes the cell to produce a second reporter molecule, which
5     modifies the tether.


1          56.  A method of screening compounds for capacity to
2     antagonize a ligand of a cellular receptor, comprising
3          providing a plurality of library complexes, each library
4     complex comprising a compound under test, a tag recording at
5     least one step in synthesis of the compound, and a tether
6     susceptible to modification by a reporter molecule;
7          contacting the library complexes with cells and the ligand,
8     wherein the cells have a receptor, a first DNA segment
9     encoding the reporter molecule and a second DNA segment
10    encoding a lethal gene whose expression is induced when the
11    ligand binds to the receptor, whereby
12         in cells proximate to a library complex bearing a
13    compound that is an antagonist, the antagonist blocks signal
14    transduction by the ligand through the receptor, the reporter
15    molecule is expressed and released from the cell, where it
16    modifies the tether of the library complex from which the
17    compound was released;
18         in cells proximate to library complexes bearing
19    compounds that are not antagonists, the ligand transduces a
20    signal through the receptor of a cell causing expression of
21    the lethal gene, the cells die, and the tethers of the library
22    complexes bearing compounds that are not antagonists remain
23    unmodified; and

24    isolating the library complex having the modified tether,
25    wherein the tag of the library complex identifies at least one
26    step in the synthesis of the compound transducing the signal.


1         57.  A method of screening compounds for capacity to
2    transduce a signal through a cellular receptor, comprising
3         providing a plurality of supports, each support bearing a
4    compound under test, and a tether susceptible to modification
5    by a reporter molecule;
6         contacting the supports with cells having a receptor and a
7    DNA segment encoding the reporter molecule;
8         partially freeing the compounds under test from the
9    supports, whereby at least one compound transduces a signal
10   through the receptor of a cell causing expression of the
11   reporter molecule, which reporter molecule is released from
12   the cell and modifies the tether of the support from which the
13   compound transducing the signal was partially freed; and
14        isolating the support having the modified tether, which
15   support bears the compound transducing the signal.


1         58.  A method of screening compounds for capacity to
2    transduce a signal through a cellular receptor, comprising
3         providing an array of compounds on a membrane,
4         contacting the membrane with cells having a receptor and a
5    DNA segment encoding a reporter molecule; whereby at least one
6    compound transduces a signal through the receptor of a cell
7    causing expression of the reporter molecule, which reporter
8    molecule is released from the cell and modifies the membrane
9    at a position proximate to the compound transducing the
10   signal, whereby the compound transducing the signal can be
11   isolated.


1         59.  The method of claim 58, wherein the array of
2    compounds is provided by:
3         providing an array of cells, each producing a compound
4    under test;
5         contacting the cells with a membrane, whereby compounds are
6    transferred from the cells to form the array of compounds

7    attached to the membrane, the compounds occupying the same
8    relative positions as the respective cells producing the
9    compounds; and
10       the compound transducing the signal is isolated by:
11          identifying the cell in the array of cells aligning
12   with the modified position of the membrane, this cell
13   producing the compound transducing the signal.


1       60.  A method of screening compounds for capacity to
2    transduce a signal through a cellular receptor, comprising
3       providing a collection of cells, each secreting a compound
4    under test and each bearing a tether on its surface;
5       contacting the collection of cells with reporter cells
6    having a receptor and a DNA segment encoding a reporter
7    molecule; whereby at least one compound transduces a signal
8    through the receptor of a reporter cell causing expression of
9    the reporter molecule, which reporter molecule is released
10   from the reporter cell and modifies the tether of the cell
11   from the collection of cells secreting the compound that
12   transduced the signal;
13      isolating the cell having the modified tether, wherein the
14   compound transducing the signal is isolated by culturing the
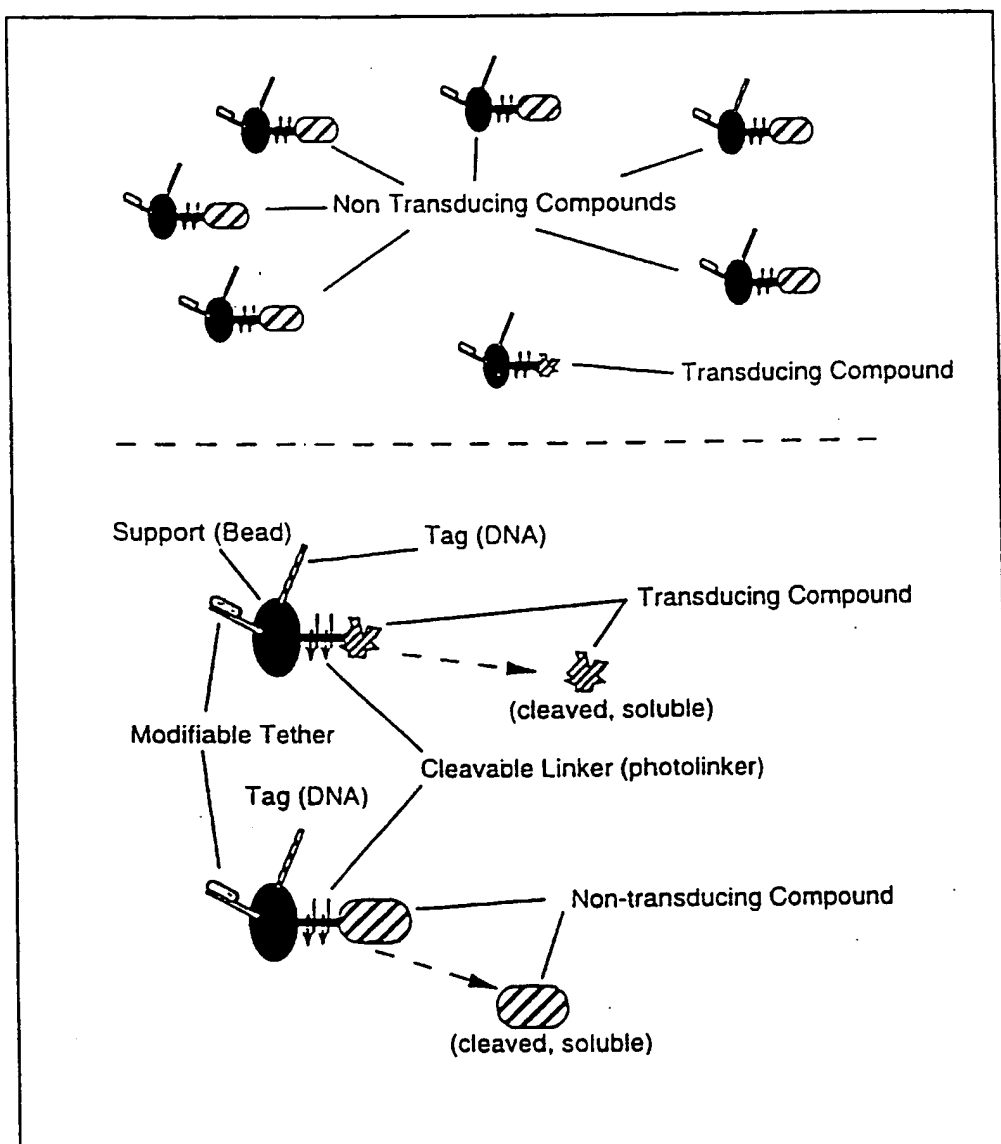15   cell.


1       61.  A library of complexes, each complex comprising a
2    compound under test, a tag recording at least one step in
3    synthesis of the compound, and a tether susceptible to
4    modification by a reporter molecule, wherein one or more, but
5    not all, of the complexes have a tether that has been modified
6    by the reporter enzyme, the modification indicating that the
7    one or more complexes bear compound(s) have a common desired
8    property.


1       62.  The library of claim 61, wherein the common
2    desired property is capacity to bind to, antagonize, or
3    agonize a cellular receptor.

1        63.   A method of screening compounds for a desired
2    property, the method comprising:
3            providing a library of complexes, each library complex
4    comprising a support, a compound under test, a tag recording
5    at least one step in the synthesis of the compound, and a
6    tether susceptible to modification by a reporter molecule,
7    wherein the tag and tether are linked as a combined
8    tag/tether;
9            releasing the compounds and the combined tag/tether
10   from the support into a medium, whereby one or more of the
11   compounds with capacity to bind to, agonize or antagonize a
12   receptor, causes release of a reporter molecule into the
13   medium, whereby the reporter molecule modifies the combined
14   tag/tether originating from the same complex(es) as the
15   compounds causing release of the reporter molecule;
16       separating at least one modified combined tag/tether
17   from nonmodified combined tag/tethers by virtue of the
18   modified tether; and
19           decoding the tag of the modified tag/tether to
20   identify at least one step in the synthesis of a compound
21   having the desired property.

# FIG.1A.



Non Transducing Compounds
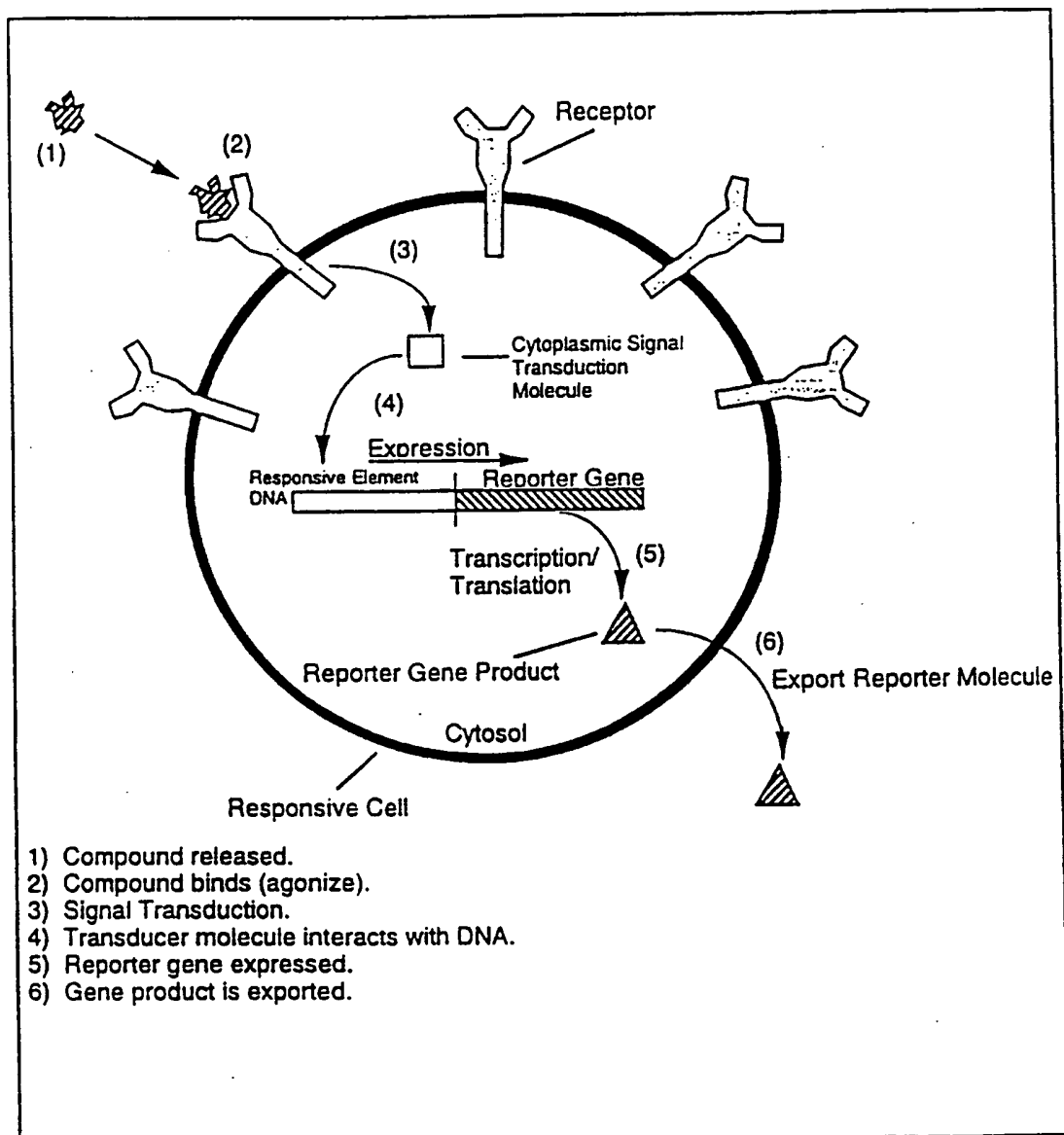
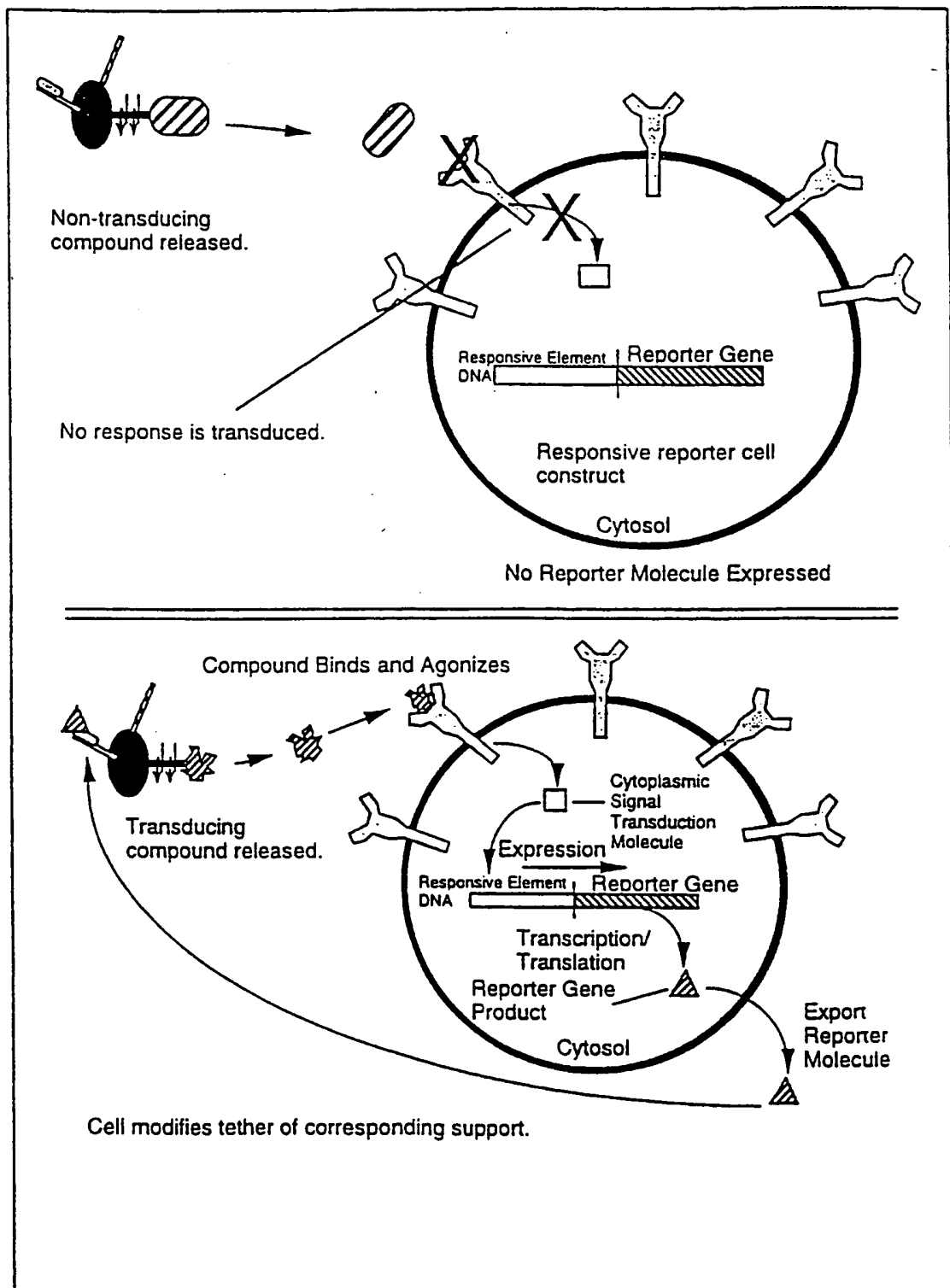Transducing Compound

Support (Bead)

Tag (DNA)

Transducing Compound

(cleaved, soluble)

Modifiable Tether

Cleavable Linker (photolinker)

Tag (DNA)

Non-transducing Compound

(cleaved, soluble)

# FIG. 1B.



Receptor

(1)

(2)

(3)

Cytoplasmic Signal
Transduction
Molecule

(4)

Expression

Responsive Element          Reporter Gene
DNA

Transcription/          (5)
Translation

Reporter Gene Product

(6)

Export Reporter Molecule

Cytosol

Responsive Cell

1) Compound released.
2) Compound binds (agonize).
3) Signal Transduction.
4) Transducer molecule interacts with DNA.
5) Reporter gene expressed.
6) Gene product is exported.

# FIG.1C.          3 / 12



Non-transducing
compound released.

No response is transduced.

Responsive Element | Reporter Gene
DNA

Responsive reporter cell
construct

Cytosol

No Reporter Molecule Expressed

Compound Binds and Agonizes

Transducing
compound released.

Cytoplasmic
Signal
Transduction
Expression Molecule

Responsive Element | Reporter Gene
DNA

Transcription/
Translation

Reporter Gene
Product

Export
Reporter
Molecule

Cytosol

Cell modifies tether of corresponding support.

# FIG.1D.                    4 / 12

Separate
modified tether
complexes
from non-modified
complexes

Transducing
compound bearing
complex **with**
modified
tether.

Non-transducing
compound bearing
complex **without**
modified
tether.

**Sorted** - Transducing
compound bearing
complex **with**
modified
tether.

decoded
modified
complexes

# FIG.2A.

Target

Epitope

tPA Site

tPA Cleavage

Epitope diffuses away from complex

Epitope

tPA Site

# FIG. 2B.



Target cannot bind epitope.

tPA Site

Binding occluded.

tPA Cleavage

Target binds

tPA Site

Epitope revealed

# FIG. 3A.

# FIG. 3B.

FIG.4.

2  1) Movement of compounds from the membrane to the reporter cell on another plate.

3  2) Reciprocal movement of reporter molecule from activated cells to membrane plate.

3) Reporter molecule modifies corresponding tether

Develop transfer media

C  Plate with Reporter Cells

Replica plating of compounds to a membrane.

2

B

1

Library of cells expressing compounds growing on agar.

A

D

2  Correlate modified tether with location of tranducing compound.

1

E

# FIG.5.

FIG. 6.

FIG. 7.

# FIG.8.



1                                                           2

# FIG.9.

(H) GGLNDIFEAQKIEWHEDIGGS

(H) GGLNDIFEAQKIEWHEDIGGS          K

(H) GGLNDIFEAQKIEWHEDIGGS                    K(OH)

(H) GGLNDIFEAQKIEWHEDIGGS          K

# INTERNATIONAL SEARCH REPORT

## A. CLASSIFICATION OF SUBJECT MATTER

IPC 6   G01N33/58   C12Q1/02   G01N33/94   C07B61/00   C12Q1/37
        C12Q1/42   C12Q1/50   C12Q1/54   G01N33/532   G01N33/543

According to International Patent Classification(IPC) or to both national classification and IPC

## B. FIELDS SEARCHED

Minimum documentation searched (classification system followed by classification symbols)

IPC 6   G01N   C12Q   C07B

Documentation searched other than minimum documentation to the extent that such documents are included in the fields searched

Electronic data base consulted during the international search (name of data base and, where practical, search terms used)

## C. DOCUMENTS CONSIDERED TO BE RELEVANT

| Category ° | Citation of document, with indication, where appropriate, of the relevant passages | Relevant to claim No. |
|---|---|---|
| P,X | WO 97 37220 A (CHUGAI BIOPHARMACEUTICALS INC) 9 October 1997<br>see examples 1-6 | 1,52,61, 63 |
| Y | WO 96 24061 A (ONTOGEN CORP) 8 August 1996<br><br><br>see the whole document | 1,3-12, 22,23, 34-39, 44-47, 50,52 |
| Y | WO 96 30392 A (CIBA GEIGY AG ;RINK HANS (CH); VETTER DIRK (DE); GERCKEN BERTOLD ()) 3 October 1996<br><br><br>see the whole document | 1,3-12, 22,23, 34-39, 44-47, 50,52 |

-/--

[X] Further documents are listed in the continuation of box C.          [X] Patent family members are listed in annex.

° Special categories of cited documents :

"A" document defining the general state of the art which is not considered to be of particular relevance

"E" earlier document but published on or after the international filing date

"L" document which may throw doubts on priority claim(s) or which is cited to establish the publicationdate of another citation or other special reason (as specified)

"O" document referring to an oral disclosure, use, exhibition or other means

"P" document published prior to the international filing date but later than the priority date claimed

"T" later document published after the international filing date or priority date and not in conflict with the application but cited to understand the principle or theory underlying the invention

"X" document of particular relevance; the claimed invention cannot be considered novel or cannot be considered to involve an inventive step when the document is taken alone

"Y" document of particular relevance; the claimed invention cannot be considered to involve an inventive step when the document is combined with one or more other such documents, such combination being obvious to a person skilled in the art.

"&" document member of the same patent family

| Date of the actual completion of the international search | Date of mailing of the international search report |
|---|---|
| 20 April 1998 | 04/05/1998 |

| Name and mailing address of the ISA | Authorized officer |
|---|---|
| European Patent Office, P.B. 5818 Patentlaan 2<br>NL - 2280 HV Rijswijk<br>Tel. (+31-70) 340-2040, Tx. 31 651 epo nl,<br>Fax: (+31-70) 340-3016 | Wells, A |

Form PCT/ISA/210 (second sheet) (July 1992)

2

**C.(Continuation)** DOCUMENTS CONSIDERED TO BE RELEVANT

| Category ᵃ | Citation of document, with indication,where appropriate, of the relevant passages | Relevant to claim No. |
|---|---|---|
| Y | US 5 565 324 A (STILL W CLARK  ET AL) 15 October 1996<br><br><br>see the whole document | 1,3-12, 22,23, 34-39, 44-47, 50,52 |
| A | NEEDELS M C ET AL:  "Generation and screening of an oligonucleotide-encoded synthetic peptide library."<br>PROCEEDINGS OF THE NATIONAL ACADEMY OF SCIENCES OF THE UNITED STATES OF AMERICA 90 (22). 1993. 10700-10704. ISSN: 0027-8424, XP000652260<br>see the whole document | 1,52,56, 57,60,63 |
| A | FELDER E R ET AL:  "A new combination of protecting groups and links for encoded synthetic libraries suited for consecutive tests on the solid phase and in solution."<br>MOLECULAR DIVERSITY 1 (2). 1996. 109-112. ISSN: 1381-1991, XP002061382<br>see the whole document | 1,52,56, 57,60,63 |

2

| Patent document cited in search report | Publication date | Patent family member(s) | Publication date |
|---|---|---|---|
| WO 9737220 A | 09-10-97 | AU 2661997 A<br>EP 0801307 A | 22-10-97<br>15-10-97 |
| WO 9624061 A | 08-08-96 | AU 5020496 A<br>CA 2186943 A<br>EP 0754302 A<br>JP 9512036 T | 21-08-96<br>08-08-96<br>22-01-97<br>02-12-97 |
| WO 9630392 A | 03-10-96 | AU 5110096 A | 16-10-96 |
| US 5565324 A | 15-10-96 | AU 2292695 A<br>CA 2187792 A<br>EP 0755514 A<br>HU 74985 A<br>JP 10502614 T<br>NO 964332 A<br>WO 9528640 A<br>CN 1108249 A<br>AU 686579 B<br>AU 5536994 A<br>EP 0665897 A<br>JP 8506175 T<br>NO 951230 A<br>US 5721099 A<br>AU 4525897 A<br>CA 2143848 A<br>HU 72495 A<br>WO 9408051 A | 10-11-95<br>26-10-95<br>29-01-97<br>28-03-97<br>10-03-98<br>03-12-96<br>26-10-95<br>13-09-95<br>12-02-98<br>26-04-94<br>09-08-95<br>02-07-96<br>30-03-95<br>24-02-98<br>12-02-98<br>14-04-94<br>28-05-96<br>14-04-94 |